



**Pensions
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Moving pensions forward

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VOCATIONAL QUALIFICATIONS

LEAVERS PART 1

LEAVERS' BENEFITS WITHOUT SPECIAL CIRCUMSTANCES

WEDNESDAY 5 SEPTEMBER 2018

2.00 PM – 4.30 PM

TIME ALLOWED:

2 HOURS 30 MINUTES

1. Answer **ALL** the questions.
2. Write all your answers in the answer book provided.
3. Begin each question on a new page.
4. Show all workings clearly.
5. Calculate the benefits using only the information given.
6. Factors must be rounded in accordance with the instruction in the Table of Factors. Round all other figures to two decimal places (or whatever is the normal practice where you work).

Questions

Section A

Calculate the leaver benefits / options for:

1. NIGEL STRINGFELLOW – (XYZ)
2. CLARISSE WELLS – (XYZ)
3. MARK TRUST – (RST)
4. MARY SMITH – (RST)
5. VLADIMIR BOROWSKI – (OPQ)

Section B

6. Write a letter explaining the benefits payable and the options available to **CLARISSE WELLS**.

The letter may be addressed either to the member or to the Trustees (whichever is the normal practice in the organisation for which you work).

Please note: Candidates must not sign letters with their own names. Letters should be signed “A N Other”.

Contracting-out details at date of first event

Pre 06/04/1988

GMP (per annum) £

Post 05/04/1988

GMP (per annum) £ **965.64**

Special circumstances / additional information

Nigel Stringfellow contributed at the default rate (70ths accrual) throughout his period of membership of the XYZ Pension and Life Assurance Scheme.

Nigel Stringfellow's reason for leaving was resignation.

CASE STUDY DETAILS**XYZ SCHEME****LEAVERS PART 1
QUESTION 2****Event history**

Date of first event **01/09/2018** First event **LEAVER**
Date of second event Second event

Member details

Surname **WELLS** Forenames **CLARISSE**
Date of birth **01/03/1964** Gender **FEMALE**
Spouse's date of birth
Dependent child's date of birth **14/07/2004**
Date of joining company **06/11/1997**
Date of joining scheme **06/11/1997**
Category of membership **B**

Pensionable salary history for the scheme year commencing 6 April

2010	2011	2012	2013	2014	2015	2016	2017	2018
15,753	15,753	16,132	16,246	16,246	16,632	16,853	16,853	16,853

Contribution history

Total member's normal contributions **£**
Total member's AVCs **£**
Current value of AVCs **£**

Contracting-out details at date of first event

Pre 06/04/1988

GMP (per annum) £

Post 05/04/1988

GMP (per annum) £

Special circumstances / additional information

Clarisse Wells' Final Pensionable Salary at 3 July 2011 was £15,753.00.

Lower of 5.0% / RPI increases from 4 July 2011 to date of first event is 21.8%.

Clarisse Wells' reason for leaving was resignation.

THIS QUESTION ALSO REQUIRES A LETTER (QUESTION 6)

Pre 6 April 2006 pension accrued as at 5 April 2018

CARE pension (per annum) £

Post 5 April 2006 pension accrued as at 5 April 2018

CARE pension (per annum) £ **520.40**

Special circumstances / additional information

Contractual Salary at date of first event £ **44,000.00**

Mark Trust's reason for leaving was resignation.

CASE STUDY DETAILS**RST SCHEME****LEAVERS PART 1
QUESTION 4****Event history**Date of first event **02/09/2018** First event **LEAVER**

Date of second event Second event

Member detailsSurname **SMITH** Forenames **MARY**Date of birth **19/08/1957** Gender **FEMALE**

Spouse's date of birth

Dependent child's date of birth

Date of joining company **11/09/1984**Date of joining scheme **06/04/1985****Earnings history for the scheme year ending 5 April**

2010	2011	2012	2013	2014	2015	2016	2017	2018
75,235	76,234	77,234	78,343	79,235	80,264	80,863	81,634	83,264

Contribution historyTotal member's normal contributions **£ 139,532.64**Total member's AVCs **£**Current value of AVCs **£**

Pre 6 April 2006 pension accrued as at 5 April 2018

CARE pension (per annum) £ 14,423.84

Post 5 April 2006 pension accrued as at 5 April 2018

CARE pension (per annum) £ 10,312.86

Special circumstances / additional information

Contractual Salary at date of first event £ 90,000.00

Mary Smith's reason for leaving was redundancy.

CASE STUDY DETAILS**OPQ PLAN****LEAVERS PART 1
QUESTION 5****Event history**

Date of first event **04/09/2018** First event **LEAVER**
Date of second event Second event

Member details

Surname **BOROWSKI** Forenames **VLADIMIR**
Date of birth **11/06/1954** Gender **MALE**
Spouse's date of birth **12/06/1976**
Dependent child's date of birth
Date of joining company **17/06/2001**
Date of joining plan **17/06/2001**
Target retirement date **11/06/2019**

Annual salary history for the plan year commencing 6 April

2010	2011	2012	2013	2014	2015	2016	2017	2018
31,311	31,531	32,532	33,244	33,753	34,742	35,532	36,246	36,245

Contribution history

Total member's normal contributions **£ 27,348.35**
Total employer's normal contributions **£ 43,757.36**
Total member's AVCs **£**

Personal Retirement Account details

Member's Current Unit Holdings

Fund	Member's normal contributions	Employer's normal contributions	Member's AVCs
	Unit Holdings	Unit Holdings	Unit Holdings
Global Equity Fund			
Index Linked Bond Fund			
Balanced Fund			
Corporate Bond Fund			
Cash Fund			
Lifestyle Fund	17,135.3124	27,416.4998	

Investment Fund Unit Prices

Fund	Current Unit Price (£)
Global Equity Fund	5.406
Index Linked Bond Fund	1.408
Balanced Fund	4.566
Corporate Bond Fund	1.686
Cash Fund	1.029

Special circumstances / additional information

Vladimir Borowski's reason for leaving was resignation.