



Government Actuary's Department

Local Government Pension Scheme (Northern Ireland)

Addendum: Purchase of additional pension – contracts commencing after 1 April 2015 or paid by the employer

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1 Introduction

- 1.1 The Department of the Environment (“DOE”) is required under the Local Government Pension Scheme (Northern Ireland) Regulations 2014 (‘the 2014 Regulations’) (SRNI 2014/188) to issue actuarial guidance on the amount of contributions to be paid by a member purchasing additional pension, or by an employing authority purchasing additional pension for a member.
- 1.2 This addendum updates some of the factors in the note “Purchase of additional pension – contracts commencing after 1 April 2015 or paid by the employer” dated 9 March 2015.
- 1.3 The remainder of this introduction contains:
 - > details of the implementation and future review of this guidance, and
 - > statements about third party reliance and liability
- 1.4 Appendix A sets out updated factors that replace Table A and Table B in the note dated 9 March 2015. The other factors in the note dated 9 March 2015 are unchanged.

Implementation and Review

- 1.5 DOE is required to consult GAD before issuing actuarial guidance under the 2014 Regulations [Regulation 2(3) of the 2014 Regulations].
- 1.6 As part of this consultation DOE has asked GAD to recommend actuarial guidance in respect of the regulations detailed below. This addendum, together with the guidance dated 9 March 2015, forms GAD’s recommendation for the actuarial guidance required by these regulations.
- 1.7 This note has effect only when this guidance is issued by the DOE to the Northern Ireland Local Government Officers’ Superannuation Committee (NILGOSC) in accordance with Regulation 2(3) of the 2014 Regulations, and is subject to the implementation instructions provided at that time.
- 1.8 The guidance dated 9 March 2015 provides the relevant legislative references.
- 1.9 The important notes set out in Appendix C of the 9 March 2015 guidance apply to this guidance as well
- 1.10 This guidance has been written for pension administrators and assumes some knowledge of general pension terminology, and some familiarity with retirement calculations for the Local Government Pension Scheme. Any questions concerning the application of the guidance should, in the first instance, be referred to DOE.



- 1.11 The factors contained in this note will be reviewed periodically. This will depend on external circumstances, for example when the LGPS cash equivalent transfer value basis is reviewed; when changes in the actuarial assumptions adopted for other scheme factors take place; or following each triennial cycle of future valuations of the LGPS.

Use of this note

- 1.12 This note has been prepared for DOE and can be relied upon by them. We are content for this note to be released to third parties, provided that:
- > it is released in full together with the note of 9 March 2015;
 - > the advice is not quoted selectively or partially; and
 - > GAD is identified as the source of the note.
- 1.13 Third parties may wish to seek their own actuarial advice where appropriate. GAD has no liability to any person or third party for any act or omission taken, either in whole or in part, on the basis of this note.

Third party reliance

- 1.14 When issued by DOE in accordance with paragraph 1.7 above, this note should be used, together with the guidance dated 9 March 2015 as the actuarial guidance required under the regulations cited. Other than for this purpose, no person or third party is entitled to place any reliance on the contents of this note, except to any extent explicitly stated herein.



2 Examples

- 2.1 The calculation methodology is unchanged from the previous guidance and therefore examples in the previous guidance, updated for factors in this guidance can be used for illustrative purposes.



Appendix A: Factors

Table A – Additional pension – lump sum contributions – Males below NPA

Lump sum contributions to be made by a member or an employing authority that has elected to make an additional contribution to the LGPS to increase a male member's benefits. This table applies where the member has not reached his normal pension age at the time the additional contribution is made.

Age at payment	Lump sum contribution (£) for an increase in pension of £100 a year
16	521
17	535
18	548
19	563
20	577
21	591
22	607
23	622
24	637
25	654
26	669
27	686
28	703
29	720
30	737
31	755
32	774
33	792
34	812
35	831
36	851
37	872
38	892
39	914
40	936
41	958

Age at payment	Lump sum contribution (£) for an increase in pension of £100 a year
42	982
43	1005
44	1030
45	1054
46	1079
47	1105
48	1130
49	1156
50	1182
51	1208
52	1234
53	1261
54	1288
55	1316
56	1343
57	1372
58	1402
59	1433
60	1467
61	1503
62	1542
63	1584
64	1632
65	1631
66	1656
67	1683



Table B – Additional pension – lump sum contribution – Females below NPA

Lump sum contributions to be made by a member or an employing authority that has elected to make an additional contribution to the LGPS to increase a female member's benefits. This table applies where the member has not reached her normal pension age at the time the additional contribution is made.

Age at payment	Lump sum contribution (£) for an increase in pension of £100 a year
16	542
17	557
18	571
19	585
20	601
21	616
22	632
23	649
24	665
25	682
26	699
27	716
28	734
29	752
30	771
31	791
32	811
33	831
34	852
35	873
36	894
37	916
38	939
39	962
40	986
41	1010

Age at payment	Lump sum contribution (£) for an increase in pension of £100 a year
42	1035
43	1061
44	1087
45	1113
46	1140
47	1167
48	1195
49	1223
50	1252
51	1280
52	1309
53	1338
54	1366
55	1396
56	1427
57	1456
58	1488
59	1521
60	1557
61	1594
62	1635
63	1680
64	1728
65	1742
66	1772
67	1784