

PREMIER PENSIONS MANAGEMENT

LEGISLATION UPDATE : 1/06

1. IDRП

The need for only Trustees to be involved has been removed.

2. PPF Levy

The scaling factor is 0.53. However, the flat rate part levy is roughly twice the size.

This means that there will be a reduction in the levy for poorly funded schemes but an increase for secure employers.

Disclosure

On or after 6 April 2007 all active and deferred members will need annual statements issued within 2 months of the renewal date. This obviously has a major impact for administration.

- getting information
- statement design
- issue

3. Bulk Transfers

From 28 November 2005 protected rights can be transferred as part of a bulk transfer as long as the Actuary, on a cash equivalent basis, confirms that benefits are no less favourable in the remaining scheme.

4. Mortality

On average a 65 year old man expects to live to 86 years and 7 months (an increase of 3½ years since 1994). Based on this trend men retiring at 65 in 2015 could perhaps live until 89 years and 10 months.

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