

## Illustrative Annual Allowance Estimate

**Important:** This estimate is based on the pension benefits you may receive should you be retired on ill-health grounds and receive enhancement to your pension benefits. This estimate does not give any rights to either ill health retirement or the amounts stated on this estimate

|  |                             |  |
|--|-----------------------------|--|
| <b>Name:</b>   |                             |  |
| Increase in the value of your Civil Service pension in the Pension Input Period (PIP) 1 January to 31 December   | £                           | This is known as the 'Pension Input Amount'        |
| The Annual Allowance applicable in the tax year  | £50,000                     | This applies to <u>all</u> your pension savings.   |
| <p>Any increase in the value of your pension above the Annual Allowance is taxable. You may offset the taxable amount against any unused Annual Allowance from the previous three Pension Input Periods. See below for the amounts used by your Civil Service pension in the past three years. They are shown in the order that you can apply the offset.</p> <p>Please note that the Annual Allowance applies to all of your pension savings. If you make Civil Service Additional Voluntary Contributions or have any other pension savings they are not included in this estimate, but any increase in their value in the Pension Input Period will count towards the Annual Allowance.</p> |                             |  |
|  | <b>Pension Input Amount</b> | <b>Annual Allowance applicable in the tax year</b> |
| Tax year 1 - 2008-9  | £                           | £50,000  |
| Tax year 2 - 2009-10   | £                           | £50,000  |
| Tax year 3 - 2010-11   | £                           | £50,000  |

[\*Note: Notional allowances of £50,000 apply for the tax years 2008, 9 and 10]

The Scheme PIP year runs from 1 January to 31 December and relates to the tax year in which the PIP year ends. For example, PIP year 1 January to 31 December 2011 = Tax year 2011-12.

For information about the Annual Allowance, please see the HMRC website [www.hmrc.gov.uk](http://www.hmrc.gov.uk)

MyCSP may not provide financial, investment or other professional advice to members. Nothing on this communication should be interpreted as constituting financial advice. You should obtain independent advice on any specific issues concerning you.