Social Security Contributions and Benefits (Northern Ireland) Act 1992 (c. 7)
SCHEDULE 4A – Additional Pension: Accrual Rates for Purposes of Section 45(2)(c)
Document Generated: 2024-07-06

1

S C H E D U L E S

[F1SCHEDULE 4A

[F1ADDITIONAL PENSION: ACCRUAL RATES FOR PURPOSES OF SECTION 45(2)(C)]

Textual Amendments

F1   Sch. 4A inserted (8.1.2001, 1.2.2001 for specified purposes and 6.4.2002 otherwise) by 2000 c. 4 (N.I.), s. 30(3), **Sch. 4**; S.R. 2000/358, art. 2(e), **Sch. Pt. IV** (as amended by S.R. 2000/374, **art. 3**); S.R. 2001/34, **art. 2(a)**

F1   Sch. 4A heading substituted (11.2.2008) by Pensions Act (Northern Ireland) 2008 (c. 1), **s. 8(6)**

PART III

CONTRACTED-OUT EMPLOYMENT, ETC.

Introduction

3   (1) This Part of this Schedule applies if the following condition is satisfied in relation to each tax week in the tax year concerned.

(2) The condition is that any earnings paid to or for the benefit of the pensioner in the tax week in respect of employment were in respect of employment qualifying him for a pension provided by a salary related contracted-out scheme or by a money purchase contracted-out scheme or by an appropriate personal pension scheme.

(3) If the condition is satisfied in relation to one or more tax weeks in the tax year concerned, Part II of this Schedule does not apply in relation to the year.

The amount

4   The amount for the year is amount C where—
    (a)   amount C is equal to amount A minus amount B, and
    (b)   amounts A and B are calculated as follows.

Amount A

5   (1) Amount A is to be calculated as follows.

(2) If there is an assumed surplus in the pensioner's earnings factor for the year—
    (a)   calculate the part of the surplus for that year falling into each of the bands specified in the appropriate table below;
    (b)   multiply the amount of each such part in accordance with the last order under section 130 of the Administration Act to come into operation before the end of the final relevant year;

2

Social Security Contributions and Benefits (Northern Ireland) Act 1992 (c. 7)
SCHEDULE 4A – Additional Pension: Accrual Rates for Purposes of Section 45(2)(c)
Document Generated: 2024-07-06

    (c)   multiply each amount found under paragraph (b) above by the percentage specified in the appropriate table in relation to the appropriate band;

    (d)   add together the amounts calculated under paragraph (c) above.

(3) The appropriate table for persons attaining pensionable age after the end of the first appointed year but before 6th April 2009 is as follows—

TABLE 3

Amount of surplus		*Percentage*
Band 1.	Not exceeding LET	$40 + 2N$
Band 2.	Exceeding LET but not exceeding 3LET - 2QEF	$10 + N/2$
Band 3.	Exceeding 3LET - 2QEF	$20 + N$

(4) The appropriate table for persons attaining pensionable age on or after 6th April 2009 [**F2**where the tax year concerned falls before 2010–11] is as follows—

TABLE 4

Amount of surplus		*Percentage*
Band 1.	Not exceeding LET	40
Band 2.	Exceeding LET but not exceeding 3LET - 2QEF	10
Band 3.	Exceeding 3LET - 2QEF	20

[The appropriate table for persons attaining pensionable age on or after 6th April 2009 **F3**(4A) where the tax year concerned is 2010–11 or a subsequent tax year is as follows—

TABLE 4A

Amount of surplus		*Percentage*
Band 1.	Not exceeding LET	40
Band 2.	Exceeding LET **F4**...	10]

Textual Amendments

F2   Words in Sch. 4A para. 5(4) inserted (11.2.2008) by Pensions Act (Northern Ireland) 2008 (c. 1), **s. 8(3)(a)**

F3   Sch. 4A para. 5(4A) inserted (11.2.2008) by Pensions Act (Northern Ireland) 2008 (c. 1), **s. 8(3)(b)**

F4   Words in Sch. 4A para. 5(4A) repealed (15.12.2008) by Pensions (No. 2) Act (Northern Ireland) 2008 (c. 13), s. 118(2), **Sch. 10 Pt. 6** (with s. 73)

Social Security Contributions and Benefits (Northern Ireland) Act 1992 (c. 7)   3
SCHEDULE 4A – Additional Pension: Accrual Rates for Purposes of Section 45(2)(c)
Document Generated: 2024-07-06

Amount B (first case)

6   (1) Amount B is to be calculated in accordance with this paragraph if the pensioner's employment was entirely employment qualifying him for a pension provided by a salary related contracted-out scheme or by a money purchase contracted-out scheme.

     (2) If there is an assumed surplus in the pensioner's earnings factor for the year—

       (a)   multiply the amount of the assumed surplus in accordance with the last order under section 130 of the Administration Act to come into operation before the end of the final relevant year;

       (b)   multiply the amount found under paragraph (a) above by the percentage specified in sub-paragraph (3) below.

     (3) The percentage is—

       (a) $20 + N$ if the person attained pensionable age after the end of the first appointed year but before 6th April 2009;

       (b)   20 if the person attained pensionable age on or after 6th April 2009.

Amount B (second case)

7   (1) Amount B is to be calculated in accordance with this paragraph if the pensioner's employment was entirely employment qualifying him for a pension provided by an appropriate personal pension scheme.

     (2) If there is an assumed surplus in the pensioner's earnings factor for the year—

       (a)   calculate the part of the surplus for that year falling into each of the bands specified in the appropriate table below;

       (b)   multiply the amount of each such part in accordance with the last order under section 130 of the Administration Act to come into operation before the end of the final relevant year;

       (c)   multiply each amount found under paragraph (b) above by the percentage specified in the appropriate table in relation to the appropriate band;

       (d)   add together the amounts calculated under paragraph (c) above.

     (3) The appropriate table for persons attaining pensionable age after the end of the first appointed year but before 6th April 2009 is as follows—

TABLE 5

Amount of surplus		*Percentage*
Band 1.	Not exceeding LET	$40 + 2N$
Band 2.	Exceeding LET but not exceeding 3LET - 2QEF	$10 + N/2$
Band 3.	Exceeding 3LET - 2QEF	$20 + N$

     (4) The appropriate table for persons attaining pensionable age on or after 6th April 2009 [**F5**where the tax year concerned falls before 2010–11] is as follows—

TABLE 6

Amount of surplus	*Percentage*

4   *Social Security Contributions and Benefits (Northern Ireland) Act 1992 (c. 7)*
SCHEDULE 4A – Additional Pension: Accrual Rates for Purposes of Section 45(2)(c)
Document Generated: 2024-07-06

Band 1.	Not exceeding LET	40
Band 2.	Exceeding LET but not exceeding 3LET - 2QEF	10
Band 3.	Exceeding 3LET - 2QEF	20

F6(4A) [The appropriate table for persons attaining pensionable age on or after 6th April 2009 where the tax year concerned is 2010–11 or a subsequent tax year is as follows—

TABLE 6A

Amount of surplus		*Percentage*
Band 1.	Not exceeding LET	40
Band 2.	Exceeding LET **F7**...	10]

Interpretation

8   (1) In this Part of this Schedule "salary related contracted-out scheme", "money purchase contracted-out scheme" and "appropriate personal pension scheme" have the same meanings as in the Pensions Act.

    (2) For the purposes of this Part of this Schedule the assumed surplus in the pensioner's earnings factor for the year is the surplus there would be in that factor for the year if section 44A(1) of the Pensions Act (no primary Class 1 contributions deemed to be paid) did not apply in relation to any tax week falling in the year.

    (3) Section 44A above shall be ignored in applying section 44(6) above for the purposes of calculating amount B.

    (4) For the purposes of this Part of this Schedule—
        (a)   the value of N is 0.5 for each tax year by which the tax year in which the pensioner attained pensionable age precedes 2009-10;
        (b)   "LET" means the low earnings threshold for that year as specified in section 44A above;
        (c)   "QEF" is the qualifying earnings factor for the tax year concerned;
     F8(d)   . . . .

    (5) In the calculation of "2QEF" the amount produced by doubling QEF shall be rounded to the nearest whole £100 (taking any amount of £50 as nearest to the previous whole £100).

    (6) In this Part of this Schedule "final relevant year" has the same meaning as in section 44 above.]

Social Security Contributions and Benefits (Northern Ireland) Act 1992 (c. 7)
SCHEDULE 4A – Additional Pension: Accrual Rates for Purposes of Section 45(2)(c)
Document Generated: 2024-07-06

5

Textual Amendments

F8   Sch. 4A para. 8(4)(d) repealed (15.12.2008) by Pensions (No. 2) Act (Northern Ireland) 2008 (c. 13), s. 118(2), **Sch. 10 Pt. 6** (with s. 73)

Status:
Point in time view as at 15/12/2008.

Changes to legislation:
Social Security Contributions and Benefits (Northern Ireland) Act 1992, PART III is up to date with all changes known to be in force on or before 06 July 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations.