

## STATUTORY INSTRUMENTS

# 2005 No. 255

## The Pensions (Northern Ireland) Order 2005

### PART III

#### THE BOARD OF THE PENSION PROTECTION FUND

#### CHAPTER 3

#### PENSION PROTECTION

VALID FROM 01/11/2006

#### *Closed schemes*

#### **Closed schemes**

**137.**—(1 <sup>F1</sup> This Article applies where Article 135(2) or (3) (scheme rescue not possible but scheme has sufficient assets to meet the protected liabilities) applies in relation to an eligible scheme.

(2 <sup>F1</sup> If the trustees or managers of the scheme are unable to obtain a full buy-out quotation, they must, within the authorised period, apply to the Board for authority to continue as a closed scheme.

(3 <sup>F2</sup> For the purposes of determining whether they must make an application under paragraph (2), the trustees or managers of the scheme must take all reasonable steps to obtain a full buy-out quotation in respect of the scheme.

(4) An application under paragraph (2) must—

- (a) be in the prescribed form and contain the prescribed information, and
- (b) be accompanied by evidence in the prescribed form which shows that the trustees or managers of the scheme have complied with the obligation under paragraph (3) but were unable to obtain a full buy-out quotation.

(5 <sup>F1</sup> Where the Board receives an application under paragraph (2), if it is satisfied that the trustees or managers have complied with the obligation under paragraph (3) but were unable to obtain a full buy-out quotation, it must authorise the scheme to continue as a closed scheme.

(6) Where the Board determines an application in respect of a scheme under this Article, it must issue a determination notice and give a copy of that notice to—

- (a) the trustees or managers of the scheme, and
- (b) the Regulator.

<sup>F1</sup>(7 <sup>F2</sup> <sup>F1</sup>In this Article—

“authorised period” has the same meaning as in Article 135;

*Status: Point in time view as at 01/01/2006. This version of this cross heading contains provisions that are not valid for this point in time.*

*Changes to legislation: The Pensions (Northern Ireland) Order 2005, Cross Heading: Closed schemes is up to date with all changes known to be in force on or before 04 September 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. (See end of Document for details)*

“determination notice” means a notice which is in the prescribed form and contains such information about the determination as may be prescribed;

“full buy-out quotation”, in relation to a scheme, means a quotation for one or more annuities from one or more insurers (being companies willing to accept payment in respect of the members from the trustees or managers of the scheme) which would provide in respect of each member of the scheme, from a relevant date, benefits in accordance with the member's entitlement or accrued rights, including pension credit rights, under the scheme rules (other than his entitlement or rights in respect of money purchase benefits);

“pension credit rights” has the meaning given by Article 121(1) of the 1995 Order;

“relevant date” means a date within the authorised period.

(8) If the trustees or managers of the scheme fail to comply with paragraph (2) or (3), Article 10 of the 1995 Order (civil penalties) applies to any trustee or manager who has failed to take all reasonable steps to secure compliance.

**F1** mod. by SR 2005/91

**F2** mod. by SR 2005/55

#### **Commencement Information**

- II** [Art. 137](#) wholly in operation at 6.4.2007; [art. 137](#) not in operation at date of making see [art. 1\(2\)](#); [Art. 137\(4\)\(7\)](#) in operation for certain purposes at 1.11.2006 and wholly in operation at 6.4.2007 by [S.R. 2006/352](#), [art. 2\(3\)](#), [Sch. Pt. 1](#); [art. 137](#) in operation at 6.4.2007 in so far as it is not already in operation by [S.R. 2006/352](#), [art. 2\(5\)](#), [Sch. Pt. 2](#)

**Status:**

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