
 STATUTORY INSTRUMENTS

1981 No. 800

PARLIAMENT

**The Parliamentary Pensions (Purchase of Added Years)
(Amendment) Order 1981**

Made - - - - - 1st June 1981

Laid before the House of Commons 9th June 1981

Coming into Operation 30th June 1981

The Lord President of the Council, in exercise of the powers conferred on him by section 11(1), (2) and (4) of the Parliamentary Pensions Act 1978(a), and of all other powers enabling him in that behalf, hereby makes the following Order:—

Citation and commencement

1. This Order may be cited as the Parliamentary Pensions (Purchase of Added Years) (Amendment) Order 1981 and shall come into operation on 30th June 1981.

Interpretation

2.—(1) In this Order, “the principal Order” means the Parliamentary Pensions (Purchase of Added Years) Order 1978(b).

(2) Words and expressions defined in Article 3 of the principal Order shall have the same meanings when used in this Order.

Amendment of Article 3 of the principal Order (interpretation)

3. There shall be inserted in Article 3 of the principal Order, after the definition of “Member’s ordinary salary”, the following words:—

“ “the 1981 Order” means the Parliamentary Pensions (Purchase of Added Years) (Amendment) Order 1981;”.

Replacement of Articles 4 and 6 of the principal Order

4.—(1) There shall be substituted for Article 4 of the principal Order the following Article:—

“Purchase of added years by periodical contributions

4.—(1) A Member may apply in writing to the Trustees to purchase added years by periodical contributions payable until he attains the age of 65 years and the Trustees shall accept his application if all the following conditions in respect of that application are satisfied:

- (i) at the date when the Trustees receive the application there will be an interval between the Member’s birthday next following and the Member’s 65th birthday of not less than three years;

 (a) 1978 c. 56.

(b) S.I. 1978/1837.

- (ii) at the date when the Trustees receive the application the Member's prospective actual reckonable service up to the date when he attains the age of 65 years is not less than six years;
- (iii) the Member has satisfied the Trustees, in whatever manner the Trustees shall require, that he is in good health;
- (iv) the number of added years which the Member has applied to purchase does not exceed the maximum permitted by Article 10 of this Order; and
- (v) the Member has supplied to the Trustees such information and evidence as they may require and has indicated whether his application is made under the provisions of this paragraph or paragraph (2) or (3) of this Article.

(2) A Member who has attained the age of 65 years and who is in service as a Member on the date of the coming into operation of the 1981 Order may, within the period of six months commencing on that date, apply in writing to the Trustees to purchase added years by the payment of periodical contributions for a period of four or five years and the Trustees shall accept his application if at the date when he attained the age of 65 years his actual reckonable service was not less than six years and if the conditions of sub-paragraphs (iii), (iv) and (v) of paragraph (1) of this Article are satisfied in respect of that application.

(3) A Member may, within the period of twelve months from the coming into operation of the 1981 Order or within the period of twelve months immediately following the date when he commenced a period of service as a Member, whichever is the later, or in either case within such longer period as the Trustees may in special circumstances and at their discretion allow, apply in writing to the Trustees to purchase added years by the payment of periodical contributions for a period of four or five years and the Trustees shall accept his application if, at the date when the Trustees receive the application, the Member has not reached the age of 65 years and if the conditions of sub-paragraphs (ii), (iii), (iv) and (v) of paragraph (1) of this Article are satisfied in respect of that application."

(2) There shall be substituted for Article 6 of the principal Order the following Article:—

"Payment of periodical contributions

6. Where an application by a Member to purchase added years by periodical contributions is accepted by the Trustees—

- (1) contributions shall, subject to the provisions of Article 7 of this Order, be payable—
 - (a) in the case of an application under Article 4(1) of this Order, from the date of the Member's birthday next following the receipt by the Trustees of his application and until the Member attains the age of 65 years; and
 - (b) in the case of an application under Article 4(2) or (3) of this Order, for whichever of the periods of four or five years the Member has chosen for the payment of periodical contributions, beginning on such date not later than two months from the date of acceptance of the application as the Trustees shall specify by notice in writing to the Member;

- (2) contributions by a Member shall be payable by deductions from his salary or, in the case of arrears, in such manner as the Trustees shall require; and
- (3) the contributions payable by a Member for the added years shall be calculated in accordance with the appropriate Table contained in Part 1 of the Schedule to this Order.”.

Amendment of Article 7 of the principal Order (interrupted service)

5.—(1) In Article 7(2) of the principal Order—

- (a) there shall be inserted after the words “but his reckonable service will” the words “in respect of each application”, and
- (b) for the words “if he had remained a Member until he had attained the age of 65 years”, there shall be substituted the words “in accordance with Article 6(1)”.

(2) In Article 7(3) and (5) of the principal Order, there shall be substituted for the words “paragraph (4)” the words “paragraphs (4) and (6)”.

(3) In Article 7(5) of the principal Order, for the words “Articles 4(2)(ii) and 10(1)” there shall be substituted the words “Articles 4(1)(ii) and 10(1)”, and there shall be inserted after the words “apply to purchase by periodical contributions” the words “payable until he attains the age of 65 years”.

(4) At the end of Article 7 of the principal Order, there shall be inserted a new paragraph, to be numbered (6), as follows:—

“(6) Paragraphs (3), (4) and (5) of this Article shall not apply where the application to purchase added years before the Member ceased to be a Member of the House of Commons was made under Article 4(3) of this Order.”.

Amendment of Article 8 of the principal Order (purchase of added years by lump sum)

6.—(1) In Article 8(2)(iii) and (3) of the principal Order, for the words “this Order” there shall be substituted the words “the 1981 Order”, and in Article 8(3) of the principal Order the words “one or more” shall be deleted.

(2) At the end of Article 8 of the principal Order, there shall be inserted a new paragraph, to be numbered (6), as follows:—

“(6) A Member who has applied to purchase added years under the provisions of Article 4(2) or (3) of this Order and to whom Article 7(2) of this Order applies may, in respect of any such application, if—

- (a) in consequence of his ceasing to be a Member, there has been a reduction in the number of added years which he is able to purchase in full,
- (b) the conditions of sub-paragraphs (iv), (v) and (vi) of paragraph (2) of this Article are satisfied in respect of the application made under this paragraph, and
- (c) the application under this paragraph is made within three months of his ceasing to be a Member,

apply in writing to the Trustees to purchase by a lump sum payment some or all of the number of added years comprised in that reduction at the rate applicable at the Member’s birthday next following the receipt by the Trustees of the application.”.

Amendment of Article 9(1) of the principal Order (lump sum payments)

7. In Article 9(1) of the principal Order, there shall be substituted for the words "his pensionable salary as a Member" the words "the pensionable salary of a Member", and for the words "Table B" the words "Part 2".

Amendment of Article 10 of the principal Order (limits on purchase of added years)

8.—(1) At the beginning of Article 10(1) of the principal Order, there shall be inserted the words "Subject to paragraph (1A) of this Article,".

(2) After paragraph (1) of Article 10 of the principal Order there shall be inserted the following new paragraph, to be numbered (1A):—

"(1A) The foregoing paragraph of this Article shall not apply to the purchase of added years by periodical contributions payable for a period of four years in accordance with Articles 4(2) or (3) and 6(1)(b), and for the purpose of the calculation referred to in the foregoing paragraph such contributions shall be disregarded."

(3) In Article 10(3)(b) of the principal Order, for the first sentence there shall be substituted the following:—

"(b) Where a Member applies to the Trustees to purchase added years under Article 4(2) or 8(3), or where he applies to the Trustees to purchase added years under Article 8(6) and he has at the date of the receipt by the Trustees of his application attained the age of 65 years, column (A) of the table in paragraph (3)(a) of this Article shall apply as if it referred to the period of the Member's actual reckonable service calculated to the date when he attained the age of 65 years."

Addition of Article 12

9. After Article 11 of the principal Order there shall be inserted a new Article, to be numbered 12, as follows:—

"Further applications to purchase added years

12. Subject to the provisions of this Order, the Trustees may accept more than one application from a Member to purchase added years by the payment of periodical contributions or lump sum payments."

Amendment of Schedule

10. For the Schedule to the principal Order there shall be substituted the following:—

Articles 6 and 9

"THE SCHEDULE

CONTRIBUTIONS FOR ADDED YEARS

PART 1—PERIODICAL CONTRIBUTIONS

Tables for the calculation of the cost of purchasing added years by periodical contributions. The contribution due is that percentage of the Member's ordinary salary determined as the appropriate percentage shown in the table opposite the Member's age on his birthday next following the receipt by the Trustees of his application multiplied by the number, in years and fractions of years, of added years being bought.

TABLE A

(for the calculation of the cost of purchasing added years by periodical contributions payable until the Member's 65th birthday pursuant to an application under Article 4(1) or 7(5))

Age next birthday	MALES %	FEMALES %
27	.44	.40
28	.46	.41
29	.48	.43
30	.49	.45
31	.51	.46
32	.53	.48
33	.55	.50
34	.57	.52
35	.59	.54
36	.62	.57
37	.65	.59
38	.68	.62
39	.71	.65
40	.74	.69
41	.78	.72
42	.83	.76
43	.88	.80
44	.94	.85
45	1.00	.90
46	1.06	.96
47	1.13	1.03
48	1.21	1.10
49	1.30	1.18
50	1.40	1.27
51	1.51	1.38
52	1.63	1.50
53	1.77	1.65
54	1.94	1.82
55	2.13	2.03
56	2.37	2.28
57	2.68	2.59
58	3.08	3.00
59	3.60	3.54
60	4.33	4.30
61	5.42	5.43
62	7.24	7.32

TABLE B

(for the calculation of the cost of purchasing added years by periodical contributions payable for a period of 4 years pursuant to an application under Article 4(2) or (3))

Age next birthday	MALES %	FEMALES %
27	3.96	3.75
28	3.98	3.78
29	4.00	3.82
30	4.03	3.86
31	4.06	3.90
32	4.09	3.94
33	4.12	3.98
34	4.16	4.02
35	4.20	4.06
36	4.25	4.10
37	4.30	4.14
38	4.35	4.18
39	4.40	4.22
40	4.45	4.26
41	4.50	4.31
42	4.56	4.36
43	4.62	4.41
44	4.68	4.47
45	4.75	4.53
46	4.82	4.59
47	4.88	4.65
48	4.93	4.71
49	4.98	4.77
50	5.03	4.83
51	5.08	4.89
52	5.13	4.96
53	5.18	5.03
54	5.23	5.11
55	5.29	5.21
56	5.35	5.33
57	5.43	5.46
58	5.53	5.60
59	5.65	5.75
60	5.79	5.90
61	5.94	6.05
62	6.09	6.21
63	6.23	6.36
64	6.12	6.24
65	6.00	6.12
66	5.88	5.99
67	5.76	5.84
68	5.63	5.67
69	5.49	5.48

Age next birthday	MALES %	FEMALES %
70	5.34	5.27
71	5.18	5.06
72	5.00	4.85
73	4.80	4.65
74	4.59	4.45
75	4.39	4.25
76	4.20	4.06
77	4.02	3.88
78	3.85	3.71
79	3.69	3.54
80	3.55	3.38

TABLE C

(for the calculation of the cost of purchasing added years by periodical contributions payable for a period of 5 years pursuant to an application under Article 4(2) or (3))

Age next birthday	MALES %	FEMALES %
27	3.20	3.03
28	3.22	3.05
29	3.24	3.08
30	3.26	3.11
31	3.28	3.14
32	3.30	3.17
33	3.33	3.20
34	3.36	3.23
35	3.40	3.26
36	3.44	3.29
37	3.48	3.32
38	3.52	3.35
39	3.56	3.39
40	3.60	3.43
41	3.65	3.48
42	3.69	3.53
43	3.73	3.58
44	3.78	3.63
45	3.83	3.68
46	3.88	3.73
47	3.93	3.78
48	3.98	3.83
49	4.02	3.88
50	4.06	3.93
51	4.10	3.98
52	4.14	4.03
53	4.18	4.09
54	4.22	4.15
55	4.26	4.22
56	4.31	4.30
57	4.38	4.39
58	4.47	4.49
59	4.58	4.61
60	4.70	4.75
61	4.84	4.90
62	4.96	5.03
63	5.06	5.14
64	4.97	5.04
65	4.88	4.95
66	4.79	4.85
67	4.69	4.73
68	4.59	4.59
69	4.49	4.44

Age next birthday	MALES %	FEMALES %
70	4.38	4.28
71	4.26	4.11
72	4.12	3.94
73	3.96	3.78
74	3.79	3.63
75	3.63	3.48
76	3.48	3.33
77	3.34	3.19
78	3.21	3.05
79	3.09	2.92
80	2.98	2.79

PART 2—LUMP SUM

Table for the calculation of the single payment required to purchase added years. The payment due, calculated as at the date of the receipt by the Trustees of the application, per £100 of pensionable salary of a Member, is the appropriate figure shown in the table opposite the Member's age on his birthday next following, multiplied by the number, in years and fractions of years, of added years being bought

Age next birthday	MALES £	FEMALES £
27	12.25	12.95
28	12.33	13.04
29	12.42	13.12
30	12.50	13.21
31	12.58	13.39
32	12.67	13.48
33	12.75	13.65
34	12.83	13.82
35	12.92	13.91
36	13.00	14.09
37	13.08	14.26
38	13.17	14.44
39	13.25	14.61
40	13.33	14.79
41	13.42	14.96
42	13.50	15.14
43	13.58	15.31
44	13.67	15.49
45	13.75	15.66
46	13.83	15.84
47	14.00	16.01
48	14.17	16.19
49	14.33	16.36

Age next birthday	MALES £	FEMALES £
50	14.50	16.54
51	14.67	16.71
52	14.83	16.89
53	15.17	17.15
54	15.50	17.41
55	15.83	17.68
56	16.17	18.02
57	16.67	18.38
58	17.17	18.81
59	17.67	19.34
60	18.33	19.95
61	19.17	20.56
62	19.17	20.56
63	19.17	20.56
64	19.17	20.56
65	19.17	20.56
66	19.17	20.56
67	18.58	19.95
68	18.00	19.34
69	17.50	18.72
70	16.92	18.11
71	16.33	17.50
72	15.83	16.80
73	15.29	16.01
74	14.62	15.23
75	14.08	14.44
76	13.46	13.65
77	12.83	12.86
78	12.29	12.08
79	11.67	11.29
80	11.12	10.58

1st June 1981.

Soames,
Lord President of the Council.

EXPLANATORY NOTE

(This Note is not part of the Order.)

The Parliamentary Pensions (Purchase of Added Years) Order 1978 ("the principal Order") made provision for Members of the House of Commons to purchase added years of reckonable pensionable service by periodical contributions payable until the age of 65 years or by the payment of a lump sum.

Articles 4(2) and (3) and 6 of the principal Order, inserted by Article 4 of this Order, provide, subject to specified conditions, for the payment of periodical contributions over periods of four or five years as an additional method of purchasing added years. This method is made available to Members who have reached the age of 65 years, who are in service on the date of the coming into operation of this Order and who apply within six months, and to other Members who apply within twelve months of such date or of the date they commence or resume service as Members. The period of twelve months may in some circumstances be extended.

By the amendments made to Article 8(2) and (3) of the principal Order by Article 6 of this Order, an additional opportunity is conferred on persons serving as Members on the date of the coming into operation of this Order to purchase added years by the payment of a lump sum: the application must be made within six months of that date for Members who have reached the age of 65 years, and twelve months for other Members serving on that date.

By virtue of the new Article 8(6) of the principal Order, a Member who has applied to purchase added years by paying periodical contributions over a period of four or five years but whose entitlement to added years is reduced by a break in service may, on specified conditions, by making a lump sum payment, purchase the added years otherwise lost (but he may not resume the purchase by payment of periodical contributions under Article 7(3) or (5) of the principal Order).

Article 10(1A) of the principal Order inserted by Article 8 of this Order, provides that the limit imposed by Article 10(1) of the principal Order on the number of added years which may be purchased by periodical contributions does not apply where the contributions are payable over a period of four years.

The new Article 12 of the principal Order, inserted by Article 9 of this Order, declares that the Trustees may accept more than one application to purchase added years.

The Schedule in the principal Order is replaced by Article 10 of this Order, and includes the amounts payable by way of contributions over the periods of four and five years.

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