# NHS Pensions - Annual Allowance example calculation 2: Annual Allowance not exceeded (2008 Member)

## Criteria:

Pensionable service of 31 years at 31 March 2011

Reckonable pay of £102,000 at 31 March 2011

Increases to £107,000 at 31 March 2012

Whole-time Membership in the 2008 Section

CPI @ 3.1%

**Pension input period**          1 April 2011 to 31 March 2012

**Opening Value of pension input period**

**Step 1**

Pension (£102,000 x 31/60)     =     £52,700.00

**Step 2**

Pension x 16     =     £843,200.00

**Step 3**

Lump Sum     =     £0.00
                     £843,200.00

**Step 4**

£843,200.00 + 3.1%     =     **£869,339.20**

**Closing Value of pension input period**

**Step 1**

Pension (£107,000 x 32/60) = £57,066.67

**Step 2**

Pension x 16 = £913,066.72

**Step 3**

Lump Sum = <u>£0.00</u>
**£913,066.72**

**Pension input amount**

£913,066.72 - £869,339.20 = **£43,727.52**

**Unused AA** (£50,000 – £43,727.52) = £6,272.48