

8th Floor
Grosvenor House
Basing View
Basingstoke
Hampshire
RG21 4HG

Telephone 01256 846616
Fax 01256 846130
Email colin.hennem@cabinet-office.x.gsi.gov.uk
Web www.cabinetoffice.gov.uk
www.civilservice-pensions.gov.uk

Our ref

Your ref

Date 27 January 2009

Dear Pension Scheme Manager

PUBLIC SECTOR TRANSFER CLUB – REVISED CLUB MEMORANDUM

The Club Memorandum has been revised and re-issued. The new Memorandum (PSTC 3, January 2009) will be available **from 2 February 2009** on the Civil Service website www.civilservice.gov.uk/pensions (scroll down and click on the link “Public Sector Transfer Club”).

If you are unable to access the website, please e-mail Jeanette Barker (Jeanette.Barker@cabinet-office.x.gsi.gov.uk), who will e-mail you a copy of the new Club Memorandum.

The main differences from the previous version (issued in February 2006 and revised in April 2007) are:

- Section on Minimum Funding Requirement (MFR) is now redundant and has been deleted (para. 2.11);
- Club transfers are now allowed after the Normal Pension Age of the sending scheme, at the discretion of the sending and receiving schemes (para. 4.2);
- Change in the way the adjustment for the post-88 element of the GMP is calculated (paras. 4.11, 4.14, 4.14a, 5.3 and 5.11);
- Change to the yield used for calculating Club transfers from October 2008 (para. 4.12);
- Provision for Club transfer of fixed monetary benefits (rather than those linked to final salary) has been withdrawn (para. 7.3);
- Guidance has been added relating to Club schemes that provide benefits on a ‘career average revalued earnings’ basis (paras. 7.22 to 7.24);
- Guidance has been added where an individual has concurrent employment with separate Club schemes (para. 7.25);



- Revised Club transfer value factors, effective from 1 October 2008, have been incorporated (Annex 1);
- Actuarial assumptions have been updated (Annex 2); and
- Examples have been updated (Annex 3).

In addition, various references (e.g. to legislation) have been updated.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Col. Hennem', with a long horizontal flourish extending to the right.

Colin Hennem
Club Secretariat