

Dear

The Local Government Pension Scheme Regulations

Ill Health Retirement – Tier Three

I have been informed that you have been awarded ill health retirement benefits which will become payable from *****.

Your employer has determined that you qualify for tier three ill health benefits because it is deemed likely that you will be able to obtain gainful employment within 3 years of leaving your employment with the City of London. This means that you will receive immediate payment of the benefits you have accrued in the Local Government Pension Scheme (LGPS), with no enhancement. The benefits payable from ***** are detailed below:

Annual Pension	£
Lump Sum Retirement Grant	£

Please note, the tier three ill health benefit is a short term reviewable benefit; you will receive payment of any lump sum retirement grant, however, the annual pension is payable for a maximum of three years, after which the pension will become preserved until your normal retirement age (reduced benefits can be claimed from age 55 onwards).

The City of London will undertake a review of your entitlement 18 months after the cessation of your employment i.e.*****. If you have not commenced gainful employment at this date a further medical assessment will be necessary.

Payment of your annual pension will cease if at any point you commence gainful employment. **You are, therefore, required to inform the City of London immediately if you commence any paid employment.** Your former employer will then assess if the employment constitutes gainful employment and if your pension benefits should continue.

Gainful employment means paid employment for not less than 30 hours in each week for a period of not less than 12 months.

You have an option to convert some of your annual pension to provide for a larger lump sum. For every £1.00 of annual pension converted, you would receive an additional lump sum of £12.00.

The amount you are allowed to convert is limited by HM Revenues and Customs. The maximum pension available for conversion in your case is £*****, which would provide you with an additional lump sum of £*****.

You can choose to convert any amount of pension up to the maximum amount shown above. The options available to you are detailed on the attached 'Lump Sum Option form'.

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Should you elect to convert pension to provide for a larger lump sum but wish to convert an amount less than the permitted maximum you should select Option 3 and specify the amount of additional lump sum you wish to receive.

Please note that if you reduce your pension, your spouse's and dependants' pensions would not be affected.

Please also complete the attached 'personal details following retirement' and 'lifetime allowance statement' forms and return them to me enclosing any relevant certificates.

If you have any queries please contact *****.

Yours sincerely

Pensions Manager

