#### SCOTTISH STATUTORY INSTRUMENTS

## 2014 No.

## **PENSION**

# The Local Government Pension Scheme (Administration) (Scotland) (Amendment) Regulations 2014

Made	2014
Laid before the Scottish Parliament	2014
Coming into force	2014

The Scottish Ministers make the following Regulations in exercise of the powers conferred by sections 7, 12 and 24 of, and Schedule 3 to, the Superannuation Act 1972(a) and of all other powers enabling them to do so.

In accordance with section 7(5) of that Act, they have consulted such associations of local authorities as appeared to them to be concerned, such local authorities with whom consultation appeared to them to be desirable, and such representatives of other persons likely to be affected by the proposed regulations as appeared to them to be appropriate.

#### Citation, extent, interpretation and commencement

- **1.**—(1) These Regulations may be cited as the Local Government Pension Scheme (Administration) (Scotland)(Amendment) Regulations 2014.
  - (2) In these Regulations "the Administration Regulations" means the Local Government Pension Scheme (Administration) (Scotland) Regulations 2008(b).
  - (3) These Regulations shall come into force on 2014, but regulations 3 and 5 shall have effect from  $1^{st}$  February 2013 and regulation 4 shall have effect from  $3^{st}$ .

#### **Amendment of the Administration Regulations**

- 2. The Administration Regulations are amended in accordance with regulations 3 and 4.
- 3. In regulation 10 –
- (a) delete paragraphs (2), (3) and (5);
- (b) in paragraph (1) for "paragraph (1)" substitute "paragraph (7)";
- (c) in paragraph (6) for "paragraphs (3) and (5)" substitute "paragraphs (7) and (8)"; and
- (d) after paragraph (6) insert -

<sup>(</sup>a) 1972 c. 11. The functions of the Secretary of State exercised in making of these regulations were transferred to the Scottish Ministers by virtue of the Scotland Act 1998 (Transfer of Functions to the Scottish Ministers etc.) Order 1999, article 2 and Schedule 1(S.I. 1999/1750).

**<sup>(</sup>b)** S.S.I. 2008/228.

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- "(7) A person who would, apart from this paragraph, be an active member of the Scheme by virtue of paragraph (1) who is employed under a contract of employment of less than three months does not become a member on the day specified in paragraph (1) but becomes an active member—
  - (a) on the member's automatic enrolment date,
  - (b) if the person applies to become a member, or
  - (c) on the first day of the payment period following an extension to the contract of employment to be for three months or more

whichever is the earliest.

- (8) A person who is eligible to be an active member in an employment, but who is not an active member in that employment—
  - (a) may apply in writing to the person's Scheme employer to join the Scheme, and becomes an active member in that employment on the first day of the payment period following the application; but in any event,
  - (b) becomes an active member in an employment on the automatic enrolment date or automatic re-enrolment date relating to that employment.".
- 4.- In regulation 23 for paragraph (4) substitute-
  - "(4) A person mentioned in paragraph (1)(a)(ii) or (c) may notify his or her employing authority in writing that the person wishes the accumulated value to be used in one or more of the following ways:
    - (a) to be used, in whole or part, to provide additional pension for the person under the Scheme:
    - (b) to be used, in whole or part, to purchase an appropriate policy from one or more insurance companies (within the meaning of section 275 of the Finance Act 2004(**c**)); (c)to be transferred, in whole or part, to a registered pension scheme (other than the Scheme)."
- 5.- In Schedule 1 (interpretation) after the definition of "ASBCs", insert—
- "automatic enrolment date" means the automatic enrolment date within the meaning of section 3 of the Pensions Act 2008(**d**);

"automatic re-enrolment date" means the automatic re-enrolment date chosen by a member's employer in accordance with section 5 of the Pensions Act 2008 and regulation 12 of the Occupational and Personal Pensions Schemes (Automatic Enrolment) Regulations 2010 for those of its eligible jobholders who are not active members (or the date the employer would have chosen if the employer does not have any such employees)."

JOHN SWINNEY
A member of the Scottish Government

St Andrew's House, Edinburgh

2014

<sup>(</sup>c) 2004 c.12.

<sup>(</sup>d) 2008 c. 30; section 5 was substituted by the Pensions Act 2011 and there have been further amendments which are not relevant to this instrument.

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### **EXPLANATORY NOTE**

(This note is not part of the Regulations)

These Regulations amend the Local Government Pension Scheme (Administration) (Scotland) Regulations 2008.

Section 12 of the Superannuation Act 1972 provides that regulations made under section 7 may have effect from a date earlier than the making of the Regulations.

Regulation 1 provides that the Regulations come into force on but regulations 3 and 5 shall have effect from and regulation 4 shall have effect from

Regulations 3 and 5 make provision for the circumstances in which a person who is on a contract of less than 3 months or who is not an active member are to be enrolled in the Scheme.

Regulation 4 make provision in the Benefits Regulations to allow a person who has an AVC to transfer the accumulated value to an alternative pension scheme