

## **LGA’s understanding of the transitional measures set out in Annex A of the letter from MHCLG dated 10 September 2020**

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## Non-Club transfers out

**Table 1 – Non-Club transfers out**

CETV quote performed	Elects inside guarantee period and before 1 Nov 2020	Elects inside guarantee period but after 31 Oct 2020	Elects outside guarantee period but before 1 Nov 2020	Elects outside guarantee period and after 31 Oct 2020
Before 1 Nov 2020	Use guidance dated 8 April 2016 and factors from the Factor spreadsheet (version 8)	Use the guidance and factors that provide the higher value – likely to be the updated approach	Follow local approach to providing a second quote – if you perform the new calculation before 1 November 2020 use guidance dated 8 April 2016 and Factor Spreadsheet (version 8); otherwise use new guidance and factors	Follow local approach to providing a second quote – if you provide another quote use new guidance and factors
After 31 Oct 2020	Not applicable	Use new guidance and factors	Not applicable	Follow local approach to providing a second quote – but if you provide another quote use new guidance and factors

## Club transfers out

**Table 2 – Club transfers out**

CETV quote performed	Elects inside guarantee period and before 1 Nov 2020	Elects inside guarantee period but after 31 Oct 2020	Elects outside guarantee period but before 1 Nov 2020	Elects outside guarantee period and after 31 Oct 2020
Before 1 Nov 2020	Use guidance dated 8 April 2016 and extant Club Memorandum	Use the guidance that provides the higher value – likely to be the updated approach	Follow local approach to providing a second quote – if you perform the new calculation before 1 November 2020 use guidance dated 8 April 2016 and extant Memorandum; otherwise use new guidance and extant Memorandum	Follow local approach to providing a second quote – if you provide another quote use new guidance and extant memorandum
After 31 Oct 2020	Not applicable	Use new guidance	Not applicable	Use new guidance

## CETV divorce quotations

**Table 3 – CETV quotations for divorce**

CETV quote performed	Outcome
Before 21 September 2020 (date guidance issued)	Where final determination is yet to be made and where possible, identify any cases where GMP adjustment factors have been applied and provide a revised quotation. The revised quotation would need to set out that it would only apply if the final determination is made after 31 October 2020
On or after 21 September 2020 but before 1 November 2020	Use new guidance and factors. Insert a caveat that the quotation is based on factors/guidance coming into force on 1 November 2020
After 31 Oct 2020	Use new guidance and factors

## Pension sharing orders

Where a pension sharing order has been issued and you have provided the parties with the calculations before 1 November 2020, stick with the old guidance / factors. Otherwise use the new guidance / factors.

## Non-Club transfers in

Where the transfer is completed (i.e. transfer value received) before 1 November 2020, use the guidance dated 8 April 2016 and the Factor spreadsheet (version 8). Otherwise, use the new guidance / factors.

## Trivial commutation

Where a quotation is provided before 1 November 2020 and the nominated date is also before 1 November 2020, use the old guidance. Otherwise, use the new guidance.

## Interfund adjustments

Though not covered in the letter, MHCLG has confirmed they are happy for us to provide our view on how the transitional arrangements should work. That is, where the sending administering authority issues the quote before 1 November 2020 and the relevant date is also before then, use the non-Club guidance dated 8 April 2016 and the factor spreadsheet (version 8). Otherwise, use the new guidance and factors.

## Disclaimer

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