Circular Letter S.19/98. File Ref:- S.512.

1 October, 1998.

DEPARTMENT OF

A Chara,

THE ENVIRONMENT AND

COVERNMENT

As you are aware, certain local authority grades concluded PCW restructuring pay deals which included a final phase payable with effect from 1 June, 1997. This increase was followed by a general pay increase which was effective from 1 July, 1997.

Articles 27(7) and 49(7) of the Local Government (Superannuation Revision) (Consolidation) Scheme, 1986 and Article 25(8) of the Local Government (Superannuation) Act, 1956 (Consolidation) Scheme, 1987 provide for the application of general pay increases arising within three months of retirement at age 65 to retirement lump sums.

The Department of Finance has agreed, as an exceptional measure, that in the particular circumstances of special pay increases effective from 1 June, 1997 arising from PCW restructuring pay deals, any person who retired at age 65 between 1 April, 1997 and 31 May, 1997 and was alive on 1 July, 1997 can have his or her retirement lump sum increased to reflect the pay rates (inclusive of the 1 June, 1997 special pay increase as well as the 1 July, 1997 general pay increase) effective on 1 July, 1997.

Local authorities are requested to revise lump sums, where appropriate, on the above basis.

Mise le meas,

Deeten X

Declan Naughton,

Higher Executive Officer, Superannuation Section,

Ext. 408.

To each local authority and body to which the Local Government Superannuation Code applies.

GOVERNMENT OFFICES

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