



# Tax and your Pension

your simple guide to

understanding the tax rules applying to  
pensions from 1 January 2015

For further information visit [www.gov.je](http://www.gov.je)

# Saving in an approved pension scheme



## Income tax relief

for pension contributions up to specified limits



## No tax to pay

whilst your pension savings grow in the scheme



## Transfer pension funds

domestically or internationally

# Accessing your pensions savings



You can start accessing your pension savings/ fund from 50 years old



Scheme must have commenced paying a pension by the time you are 75 years old

**Tax free lump sum**  
can be taken in an unlimited number of tranches



## Increased flexibility



- In how you take your pension income
- In allowing you to take your pension and carry on working with the same employer
- In accessing your entire pension fund via an approved drawdown contract

*as long as you are in receipt of minimum retirement income*

# What happens on death?



## An approved pension scheme may pay

- A pension to any dependant of the pension holder; or
- A lump sum to the pension holder's estate or any other person

## What is the tax position?

A pension is taxed at the dependant's marginal rate of tax (just like any other income)

A lump sum is tax free if the pension holder did not receive any payments from the scheme whilst alive and subject to tax at 10% if the pension holder did receive some benefits from the scheme whilst alive.

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visit [www.gov.je](http://www.gov.je)**

States   
of Jersey  
Taxes Office

**Important:** This guide sets out the maximum flexibility available to approved pension schemes from 1st January 2015. However, you should consult your scheme rules to identify the benefits that will be paid by your particular pension scheme.