BGL Conversation on FY18

*Questions for BGL*

* How and when is income allocated?
* How and when is tax allocated?
* How will a TTR be treated?
* What happens when a TTR becomes a full ABP (and therefore tax free)?
* How is the tax exempt percentage applied?
* Is tax allocated retrospectively to pension commencements etc?

*What we require*

* Extra fields for unsegregated and segregated asset – TBC which fields
* What the entire fund balance is on 1 July – including all unsegregated and segregated assets
* New fields for transfers into and out of unsegregated pension accounts and transfers into and out of unsegregated accumulation account (from segregated assets)

*Things to make sure of*

* They understand flow chart and slides of what the legislation is requiring

https://atlassian.au.challenger.net/confluence/pages/viewpage.action?pageId=66324653

* Treatment of lump sums can be shown as withdrawals from a pension account, not necessarily a commutation and then an accumulation withdrawal
* Reversionary pensions are shown as normal but after 12 months (from date of passing) count towards the individual beneficiary’s transfer balance cap
* Clarify how the Amount left over field is being calculated – currently we have a small bug here
* When a TTR becomes a retirement phase income stream that a pension commencement is shown
* FY18 Fund Windups are following the new guidelines

**Two Situations**

*When moving from unsegregated to segregated*

Show withdrawal from accumulation and pension accounts for the value of the accumulation and pension accounts at the date the fund became segregated excluding income and tax. The exclusion of income and tax is more for Accurium’s benefit so analysts won’t have to make adjustments correcting the income allocations that appear to make withdrawals in excess of their balances.

*When moving from segregated to unsegregated*

Show a transfer into pension and a transfer into accumulation of respective balances. The values of the transfers in will include income and tax allocations as analysts will not need to adjust these balances and they will give an accurate value of the current liabilities of the Fund.