AGENDA ITEM 5

COST MANAGEMENT, BENEFIT DESIGN AND ADMINISTRATION COMMITTEE – 28 February 2017

Removal of Third Tier for ill health

III Health retirement – Simplification

- 1.1 The committee agreed at the meeting on 1st November 2016 that the proposal to simplify the scheme's ill-health retirement provisions set out in the paper prepared by the former Administration and Communications subcommittee and considered by SAB on21st December 2015 should not be taken forward until the Secretariat had met with Treasury officials to clarify their policy on ill-health retirement in the public sector. A copy of the paper can be found at http://lgpsboard.org/index.php/board-minutes-2015.
- 1.2 The Secretariat met with Treasury officials on 27 January to discuss a wide range of issues, including future policy on ill-health retirements in the public sector. Treasury confirmed that there were no plans to bring forward any sector wide policy on ill-health retirements.

RECOMMENDATION – that SAB tasks the committee to re-open the paper and report back to the Board with options for change.