
Deemed Segregation Periods

For the 2017/18 tax year and subsequent tax years, deemed segregation periods occur at any point when the Fund is entirely in retirement phase. We need to know about these periods because the tax exempt percentage we calculate will apply only to the period(s) during the year when the Fund is **not** deemed to be segregated.

The data you should show here is:

Start Date. This is the **date on which** the Fund becomes entirely retirement phase.

End Date. This is the **day before** the date on which the Fund ceases to be entirely in retirement phase.

If there are multiple periods during which the Fund is entirely in retirement phase (and therefore deemed to be segregated), show them all. Our Online Request Form allows you to add as many deemed segregation periods as you need, two at a time.

Here are some examples to illustrate the start and end dates of deemed segregation periods:

- A. On 1 July, a Fund starts a new account based pension with all its accumulation balances; on 11 September the Fund receives a contribution.
Start Date = 1 July (the date on which the Fund becomes entirely retirement phase).
End Date = 10 September (the day before the contribution is received).
- B. On 1 July, a Fund is entirely in retirement phase; on 1 February the Fund receives a contribution.
Start Date = 1 July (because it's entirely retirement phase at the start of the year).
End Date = 31 January (the day before the contribution is received).
- C. On 1 July, a Fund is partly in retirement phase and partly in non-retirement phase; on 2 August the Fund starts a new pension with all its accumulation balances. On 18 December, the Fund receives a roll-over.
Start Date = 2 August (the date on which the Fund becomes entirely retirement phase).
End Date = 17 December (the day before the roll-over is received).
- D. On 1 July, a Fund is entirely in retirement phase; on 17 April the Fund partially commutes a pension balance back to non-retirement phase.
Start Date = 1 July (because it's entirely retirement phase at the start of the year).
End Date = 16 April (the day before the partial pension commutation).
- E. On 1 July, a Fund has 1 member who is in retirement phase and one member who is in accumulation phase; on 15 May the member in accumulation phase rolls all of their benefit out of the Fund.
Start Date = 15 May (because it's entirely retirement phase from that date).
End Date = 30 June (because it's entirely retirement phase at the end of the year).

Important Notes:

1. *If the Fund has disregarded small fund assets, then the Fund cannot use the segregated method to calculate its ECPI for the tax year. If so, don't enter any deemed segregation periods into the Online Request Form.*
2. *If you are requesting an actuarial certificate for the 2016/17 or earlier tax years, you may be able to elect to either allow for periods of deemed segregation or to treat the Fund as being unsegregated for the whole of the tax year. Please contact us if you would like to know more about this.*

If you would like any assistance with completing the Online Request Form for a Fund that has periods of deemed segregation, please email us or call us on 1800 978 328.