

# University of Galway

## Group AVC Scheme

### Charging Structure for Regular contributions: OCT 2015

**Closed for new business since 01 March 2022. Basis C applies.**

#### **Basis A :for regular Payroll contributions:**

Generally used for members who will have less than 10 years or so service/contributions to the AVC account before your retirement. Minimum contribution is €100.00 per month gross.

Monthly contribution	Allocation
< € 125.00 per month	97%
>€125.00 < 250.00 per month	99%
> €250.00 per month gross	101%

**Monthly Policy fee** €3.49 per month

**Pensions Authority fee** €8.00 per annum

**Fund Management Charge** 0.75% per annum  
0.65% per annum  
(IRIS/Pension Consensus )  
0.95% for Innovator, Friends  
First, and KBCAM Fund.

#### **Bid/offer spread of 5% on unit prices.**

Example:

€250 per month, gets 101% allocation , before the 5% bid/offer is applied, this in effect means that member gets (5% of 101=95.95 or 96%) 96% of their Gross AVC contributions invested OR, alternative way of looking at it is that there is a contribution charge/fee of 4% ( not invested).

**Basis B for regular Payroll contributions:**  
**( Closed for new business since 01 March 2022 - basis C in place since 01 March 2022 )**

Generally used for members who have much greater than 10 years or more service/contributions to their AVC account to their retirement. Option B will provide higher fund values over a longer period of time. Minimum contribution is €100.00 per month gross.

Monthly contribution	Allocation
< €125.00 per month	97%
>€125.00 < €250.00 per month	99%
>€250.00 per month gross	101%
<b>Monthly policy fee</b>	€3.49 per month
<b>Pensions Authority fee</b>	€8.00 per annum
<b>Fund Management Charge</b>	<b>2.75% per annum</b> on fund for 1 <sup>st</sup> 10 years, then reduces to <b>0.75%</b> thereafter OR: <b>2.65% per annum</b> on fund for the 1 <sup>st</sup> 10 years, then reduces to <b>0.65%</b> thereafter (IRIS, Consensus Funds) OR: 2.95% pa Innovator, KBCAM and Friends First for 1 <sup>st</sup> 10 years, then reduces to 0.95% thereafter.

**Bid/offer spread of 5% on unit prices.**

Example:

€250 per month, gets 101% allocation, before the 5% bid/offer is applied, this in effect means that member gets (5% of 101=95.95 or 96%) 96% of their Gross AVC contributions invested OR, alternative way of looking at it is that there is a contribution charge/fee of 4% (not invested).

**Bonus Structure 5% is added to the final value of your retirement fund provided that your AVC fund is in place and being funded/contributions for at least 10 years.**

**Please note that New Ireland Assurance will calculate projections on both structures to establish which structure will give you the final fund value at retirement.**

**BASIS C- from 1 March 2022 for regular Payroll Contributions:  
Minimum AVC contribution by Payroll deduction €200**

<b>Monthly contribution</b>	<b>Net Allocation invested /%charge</b>
	No Bid/offer spread applies
< €250 per month	95%- ( 5% charge )
>€250 per month < €1,000 per month	96.4% (3.5% charge)
>€1,000 per month gross	97.45% ( 2.55% charge)

**No Bid/offer** spread applies to contributions.

<b>Monthly policy fee of</b>	<b>€3.81</b> per month.
<b>Pensions Authority fee</b>	<b>€8.00</b> per annum.
<b>Fund Management Charge: 0.75% per annum on value of your fund</b>	
<u>Other funds as outlined below-</u>	
<b>Prime Funds 3,4,5, Equities</b>	0.75% per annum
<b>Pension Cash Fund</b>	0.65% per annum
<b>Passive IRIS-Retirement   Annuity   lump sum</b>	0.65% per annum
<b>iFunds 3</b>	0.85% per annum
<b>ifunds 4 and iFunds 5</b>	0.90% per annum
<b>iFunds Equities</b>	0.95% per annum
<b>BNY Mellon Global Real Return Fund (GRRF)</b>	1.1% per annum
<b>All other funds</b> are at standard	0.75% per annum

**ALL AVC Lump sums – see charging sheet**