Dear XXXXXXX

Further to our earlier correspondence this letter is to confirm that the death grant claim for [deceased person's name] has now been settled.

A sum of [£XXXX], has been paid into the bank details you supplied on [date XX/XX/XXXX].

**[conditional text 1:** As highlighted in our previous communication, [deceased person’s name] was over age 75 at date of death which means that, in accordance with HMRC rules, the lump sum payable to you is subject to income tax using an emergency tax code. If you believe an incorrect tax code has been used and subsequently you have overpaid tax, you will need to contact HMRC directly to arrange for any overpayment to be reimbursed - We are not able to do this for you.

More information and the process to reclaim overpaid tax from HMRC can be found on this link: Tax on a private pension you inherit - GOV.UK (www.gov.uk) or at [**www.gov.uk/tax**](http://www.gov.uk/tax) **on pension death benefits]**

**[conditional text 2:** As highlighted in our previous communication, as [deceased person’s name] died more than two years ago, HMRC rules confirm that the lump sum payable to you is subject to income tax using an emergency tax code. If you believe an incorrect tax code has been used and subsequently you have overpaid tax, you will need to contact HMRC directly to arrange for any overpayment to be reimbursed - We are not able to do this for you.

More information and the process to reclaim overpaid tax from HMRC can be found on this link: Tax on a private pension you inherit - GOV.UK (www.gov.uk) or at [**www.gov.uk/tax**](http://www.gov.uk/tax) **on pension death benefits]**

**[conditional text 3:** Upon receiving the death grant payment, you will need to determine if a chargeable amount has arisen as a result of exceeding the Lump Sum and Death Benefit Allowance (LSDBA).

**The Lump Sum and Death Benefit Allowance** places a limit of £1,073,100 on the total amount of tax-free lump sums that can be paid in respect of an individual before marginal rate taxation applies. This includes any Relevant Lump Sums used up by the Lump Sum Allowance, in addition to any Relevant Lump Sum death benefits. Relevant Lump Sum death benefits include the following:

* + Serious Ill Health Lump Sums paid before age 75
  + Tax-free Lump Sum Death Benefits paid in the event of your death, prior to age 75.

HMRC has details of the benefits that count towards the allowance and the check needed on the following link – www.gov.uk/guidance/find-out-the-rules-around-individual-lump-sum-allowances#individual-lump-sum-and-death-benefit-allowance.**]**

If you have any queries regarding this payment, please do not hesitate to contact us on [phone number] or [email address].

Yours sincerely,

XXXXXX