

Name  
Address

L5

## Recalculation and settlement of benefits for 2010

Social Insurance Administration has recalculated<sup>1</sup> income-linked pension benefits for the year 2010. The recalculation has been compared to the latest income estimate in the year 2010.

The benefits are recalculated to see if your benefits were according to your tax return.

The results show that the year's paid-out benefits were underpaid by ?? **ISK**. This amount, less withholding taxes, will be used to pay debts resulting from earlier overpayments. Any remaining credit will be paid into your bank account on August 6<sup>th</sup>. See table below.

### Recalculation

Benefits according to tax return

Benefits according to latest income estimate

#### Difference

Taxes

#### Remainder of underpaid benefits

### Debts in the year 2010<sup>2</sup>

Debts formed

Already settled

#### Status on debts formed in 2010

### Conclusion

Down payment on debts formed in 2010

Down payment on older debts

#### Remainder of underpaid credit

Enclosed is information about income 2010 according to tax return 2011 and latest income estimate for the year 2010.

If you believe that either the calculations or the premises underlying the calculations are incorrect, we request that you submit your comments in writing before August 26<sup>th</sup>. Documentation supporting your comments should be attached.<sup>3</sup> Comments can be submitted electronically on the website [www.tryggur.is](http://www.tryggur.is).<sup>4</sup> Forms for this purpose can also be found on the Tryggingastofnun website or obtained from its offices.

<sup>1</sup> Tryggingastofnun's recalculation of income-linked pension benefits is provided for in Article 16 of the Social Security Act No. 100/2007.

<sup>2</sup> Letters sent due to any changes in the year 2010 are accessible on [tryggur.is](http://tryggur.is)

<sup>3</sup> In the event of any disputes arising with respect to the basis, conditions or amount of benefits, the above decision may be appealed. Appeals shall be in writing and sent to

Úrskurdamefnd kærumála, Hafnarhúsið við tryggvagötu 17, 101 Reykjavík.

<sup>4</sup> The password used for the site is the same as the one used to file Icelandic tax returns. The password is supplied by the Internal Revenue Directorate

## Income

The table below shows income according to the tax report for the year 2011 and the estimate that was used to calculate income-linked benefits for 2010.

	Income in 2010 according to tax return	Estimate for annual income in 2010
<b>1. Income from employment</b>		
1.1 Wages		
1.2 Income from self-employment		
1.3 Unemployment benefits		
1.4 Business profits		
1.5 Tax-exempt retirement savings		
1.6 Tax-exempt retirement savings		
<b>2. Pension</b>		
2.1 Other pension (f.ex. occupational pension, private pension)		
2.2 Withdrawal from individual retirement accounts (IRA)		
<b>3. Other income</b>		
3.1 Other income		
3.2 Income estimated from tax office <sup>1</sup>		

**Capital income:** Capital income is shared income between couples, regardless of who is registered owner. The half of shared capital income between couples affect the calculation for each individual.

<b>4. Capital income</b>		
4.1 Interest income and price increase compensation		
4.2 Profits/dividends		
4.3 Rental income		
4.4 Sales profit		
4.5 Capital income estimated form tax offic <sup>5</sup>		
<b>Total capital income</b>		

### Further information:

- Significance of each income type is different
- On our service web, [tryggur.is](http://tryggur.is), there is available a supporting schedule for recalculated benefits
- Our service center gives out all further information. The address is Laugavegur 114, IS-150 Reykjavík, telephone +354 560 4460 or our email [tr@tr.is](mailto:tr@tr.is)

With regards

Sigríður Lilly Baldursdóttir, director

<sup>1</sup> Based on tax estimate if a tax return has not been filed.