

Superannuation Act 1990 (Interest)

Determination No. 166 - Explanatory Statement

1 Name of Determination

This determination is the *Superannuation Act 1990 (Interest) Determination No. 166*.

2 Purpose and operation of instrument

Clause 3.1 of the Trust Deed made under Part 2 of the *Superannuation Act 1990* provides that the PSS Board is empowered to determine interest rates for the purposes of the Public Sector Superannuation (PSS) scheme.

3 Principal instrument

The principal instrument is the *Superannuation Act 1990 (Interest) Determination No. 1*. The principal instrument has been amended by consecutively numbered determinations.

4 Investment strategy choice

There are currently two different investment strategies available for the PSS scheme: the Default Fund investment strategy or, since 1 December 2004, the Cash Option investment strategy for preserved benefit members who switch to this investment strategy.

The current Default Fund daily compounding interest rate is set out in Schedule 2 to the principal instrument.

The current Cash Option daily compounding interest rate is set out in Schedule 3 to the principal instrument.

5 Interest rate determinations apply from the date specified

This determination amends Schedule 2 to the principal instrument by inserting a new Default Fund interest rate to apply from the date specified.

Schedule 3 is not being amended.