

Public Service Pensions Act 2013

2013 CHAPTER 25

An Act to make provision for public service pension schemes; and for connected purposes. [25th April 2013]

BE IT ENACTED by the Queen's most Excellent Majesty, by and with the advice and consent of the Lords Spiritual and Temporal, and Commons, in this present Parliament assembled, and by the authority of the same, as follows:—

| | VALID FROM 28/02/2014 | | | |
|---|--|--|--|--|
| | Establishment of new schemes | | | |
| 1 | Schemes for persons in public service | | | |
| | (1) Regulations may establish schemes for the payment of pensions and other benefits to or in respect of persons specified in subsection (2). | | | |
| | (2) Those persons are— (a) civil servants; (b) the judiciary; (c) local government workers for England, Wales and Scotland; (d) teachers for England, Wales and Scotland; (e) health service workers for England, Wales and Scotland; (f) fire and rescue workers for England, Wales and Scotland; (g) members of police forces for England, Wales and Scotland; (h) the armed forces. | | | |
| | (3) These terms are defined in Schedule 1. | | | |
| | (4) In this Act, regulations under this section are called "scheme regulations". | | | |
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2 **Responsible authority for schemes**

- (1) The persons who may make scheme regulations are set out in Schedule 2.
- (2) In this Act, the person who may make scheme regulations for any description of persons specified in section 1(2) is called the "responsible authority" for the scheme for those persons.

3 Scheme regulations

- (1) Scheme regulations may, subject to this Act, make such provision in relation to a scheme under section 1 as the responsible authority considers appropriate.
- (2) That includes in particular—
 - (a) provision as to any of the matters specified in Schedule 3;
 - (b) consequential, supplementary, incidental or transitional provision in relation to the scheme or any provision of this Act.
- (3) Scheme regulations may—
 - (a) make different provision for different purposes or cases (including different provision for different descriptions of persons);
 - (b) make retrospective provision (but see section 23);
 - (c) allow any person to exercise a discretion.
- (4) The consequential provision referred to in subsection (2)(b) includes consequential provision amending any primary legislation passed before or in the same session as this Act (as well as consequential provision amending any secondary legislation).
- (5) Scheme regulations require the consent of the Treasury before being made, unless one of the following exceptions applies.
- (6) The exceptions are—
 - (a) scheme regulations of the Scottish Ministers relating to local government workers, fire and rescue workers and members of a police force;
 - (b) scheme regulations of the Welsh Ministers relating to fire and rescue workers.

VALID FROM 28/02/2014

Governance

4 Scheme manager

- (1) Scheme regulations for a scheme under section 1 must provide for a person to be responsible for managing or administering—
 - (a) the scheme, and
 - (b) any statutory pension scheme that is connected with it.

(2) In this Act, that person is called the "scheme manager" for the scheme (or schemes).

(3) The scheme manager may in particular be the responsible authority.

- (4) Subsection (1) does not apply to a scheme under section 1 which is an injury or compensation scheme.
- (5) Scheme regulations may comply with the requirement in subsection (1)(a) or (b) by providing for different persons to be responsible for managing or administering different parts of a scheme (and references in this Act to the "scheme manager", in such a case, are to be construed accordingly).
- (6) For the purposes of this Act, a scheme under section 1 and another statutory pension scheme are connected if and to the extent that the schemes make provision in relation to persons of the same description.
- (7) Scheme regulations may specify exceptions to subsection (6).

5 Pension board

- (1) Scheme regulations for a scheme under section 1 must provide for the establishment of a board with responsibility for assisting the scheme manager (or each scheme manager) in relation to the following matters.
- (2) Those matters are—
 - (a) securing compliance with the scheme regulations and other legislation relating to the governance and administration of the scheme and any statutory pension scheme that is connected with it;
 - (b) securing compliance with requirements imposed in relation to the scheme and any connected scheme by the Pensions Regulator;
 - (c) such other matters as the scheme regulations may specify.
- (3) In making the regulations the responsible authority must have regard to the desirability of securing the effective and efficient governance and administration of the scheme and any connected scheme.
- (4) The regulations must include provision—
 - (a) requiring the scheme manager—
 - (i) to be satisfied that a person to be appointed as a member of the board does not have a conflict of interest, and
 - (ii) to be satisfied from time to time that none of the members of the board has a conflict of interest;
 - (b) requiring a member of the board, or a person proposed to be appointed as a member of the board, to provide the scheme manager with such information as the scheme manager reasonably requires for the purposes of provision under paragraph (a);
 - (c) requiring the board to include employer representatives and member representatives in equal numbers.
- (5) In subsection (4)(a) "conflict of interest", in relation to a person, means a financial or other interest which is likely to prejudice the person's exercise of functions as a member of the board (but does not include a financial or other interest arising merely by virtue of membership of the scheme or any connected scheme).
- (6) In subsection (4)(c)—

- (a) "employer representatives" means persons appointed to the board for the purpose of representing employers for the scheme and any connected scheme;
- (b) "member representatives" means persons appointed to the board for the purpose of representing members of the scheme and any connected scheme.
- (7) Where the scheme manager of a scheme under section 1 is a committee of a local authority, the scheme regulations may provide for that committee also to be the board for the purposes of this section.
- (8) In this Act, a board established under this section is called a "pension board".
- (9) This section does not apply to a scheme under section 1 which is an injury or compensation scheme.

6 Pension board: information

- (1) The scheme manager for a scheme under section 1 and any statutory pension scheme that is connected with it must publish information about the pension board for the scheme or schemes (and keep that information up-to-date).
- (2) That information must include information about—
 - (a) who the members of the board are,
 - (b) representation on the board of members of the scheme or schemes, and
 - (c) the matters falling within the board's responsibility.
- (3) This section does not apply to a scheme under section 1 which is an injury or compensation scheme.

7 Scheme advisory board

- (1) Scheme regulations for a scheme under section 1 which is a defined benefits scheme must provide for the establishment of a board with responsibility for providing advice to the responsible authority, at the authority's request, on the desirability of changes to the scheme.
- (2) Where, by virtue of section 4(5), there is more than one scheme manager for a scheme mentioned in subsection (1) (and accordingly there is more than one pension board for the scheme), the regulations may also provide for the board to provide advice (on request or otherwise) to the scheme managers or the scheme's pension boards in relation to the effective and efficient administration and management of—
 - (a) the scheme and any statutory pension scheme that is connected with it, or
 - (b) any pension fund of the scheme and any connected scheme.
- (3) A person to whom advice is given by virtue of subsection (1) or (2) must have regard to the advice.
- (4) The regulations must include provision—
 - (a) requiring the responsible authority—
 - (i) to be satisfied that a person to be appointed as a member of the board does not have a conflict of interest, and
 - (ii) to be satisfied from time to time that none of the members of the board has a conflict of interest;

- (b) requiring a member of the board, or a person proposed to be appointed as a member of the board, to provide the responsible authority with such information as the authority reasonably requires for the purposes of provision under paragraph (a).
- (5) In subsection (4) (a) "conflict of interest", in relation to a person, means a financial or other interest which is likely to prejudice the person's exercise of functions as a member of the board (but does not include a financial or other interest arising merely by virtue of membership of the scheme or any connected scheme).
- (6) In this Act, a board established under this section is called a "scheme advisory board".

VALID FROM 28/02/2014

Design

8 Types of scheme

- (1) Scheme regulations may establish a scheme under section 1 as-
 - (a) a defined benefits scheme,
 - (b) a defined contributions scheme, or
 - (c) a scheme of any other description.

(2) A scheme under section 1 which is a defined benefits scheme must be-

- (a) a career average revalued earnings scheme, or
- (b) a defined benefits scheme of such other description as Treasury regulations may specify.
- (3) Treasury regulations may not specify a final salary scheme under subsection (2)(b).
- (4) A scheme under section 1 is a "career average revalued earnings scheme" if-
 - (a) the pension payable to or in respect of a person, so far as it is based on the person's pensionable service, is determined by reference to the person's pensionable earnings in each year of pensionable service, and
 - (b) those earnings, or a proportion of those earnings accrued as a pension, are under the scheme revalued each year until the person leaves pensionable service.
- (5) Treasury regulations under this section are subject to the negative Commons procedure.

9 Revaluation

(1) This section applies in relation to a scheme under section 1 which—

- (a) requires a revaluation of pensionable earnings of a person, or a proportion of those earnings accrued as a pension, until the person leaves pensionable service, and
- (b) requires such a revaluation to be by reference to a change in prices or earnings (or both) in a given period.

- (2) The change in prices or earnings to be applied for the purposes of such a revaluation is to be such percentage increase or decrease as a Treasury order may specify in relation to the period.
- (3) For the purposes of making such an order the Treasury may determine the change in prices or earnings in any period by reference to the general level of prices or earnings estimated in such manner as the Treasury consider appropriate.

(4) A Treasury order under this section-

- (a) must be made in each year;
- (b) may make different provision for different purposes.

(5) A Treasury order under this section is subject to-

- (a) the affirmative Commons procedure, if the order specifies a percentage decrease for the purposes of subsection (2), and
- (b) the negative Commons procedure, in any other case.
- (6) For the purposes of subsection (1) any gap in the person's pensionable service which does not exceed five years is to be disregarded.

10 Pension age

- (1) The normal pension age of a person under a scheme under section 1 must be-
 - (a) the same as the person's state pension age, or
 - (b) 65, if that is higher.
- (2) Subsection (1) does not apply in relation to—
 - (a) fire and rescue workers who are firefighters,
 - (b) members of a police force, and
 - (c) members of the armed forces.

The normal pension age of such persons under a scheme under section 1 must be 60.

- (3) The deferred pension age of a person under a scheme under section 1 must be-
 - (a) the same as the person's state pension age, or
 - (b) 65, if that is higher.
- (4) Where—
 - (a) a person's state pension age changes, and
 - (b) the person's normal or deferred pension age under a scheme under section 1 changes as a result of subsection (1) or (3),

the change to the person's normal or deferred pension age must under the scheme apply in relation to all the benefits (including benefits already accrued under the scheme) which may be paid to or in respect of the person under the scheme and to which the normal or deferred pension age is relevant.

- (5) In this Act—
 - (a) "normal pension age", in relation to a person and a scheme, means the earliest age at which the person is entitled to receive benefits under the scheme (without actuarial adjustment) on leaving the service to which the scheme relates (and disregarding any special provision as to early payment of benefits on the grounds of ill-health or otherwise);

- (b) "deferred pension age", in relation to a person and a scheme, means the earliest age at which the person is entitled to receive benefits under the scheme (without actuarial adjustment) after leaving the service to which the scheme relates at a time before normal pension age (and disregarding any special provision as to early payment of benefits on the grounds of ill-health or otherwise);
- (c) "state pension age", in relation to a person, means the pensionable age of the person as specified from time to time in Part 1 of Schedule 4 to the Pensions Act 1995.

VALID FROM 01/12/2013

Cost control

11 Valuations

- (1) Scheme regulations for a scheme under section 1 which is a defined benefits scheme must provide for actuarial valuations to be made of—
 - (a) the scheme, and
 - (b) any statutory pension scheme that is connected with it.
- (2) Such a valuation is to be carried out in accordance with Treasury directions.
- (3) Treasury directions under subsection (2) may in particular specify—
 - (a) how and when a valuation is to be carried out;
 - (b) the time in relation to which a valuation is to be carried out;
 - (c) the data, methodology and assumptions to be used in a valuation;
 - (d) the matters to be covered by a valuation;
 - (e) where a scheme under section 1 and another statutory pension scheme are connected, whether the schemes are to be valued separately or together (and if together, how);
 - (f) the period within which any changes to the employer contribution rate under a scheme under section 1 must take effect following a valuation.
- (4) Treasury directions under subsection (2), and variations and revocations of such directions, may only be made after the Treasury has consulted the Government Actuary.
- (5) Scheme regulations for a scheme under section 1 which is not a defined benefits scheme may provide for actuarial valuations to be made of the scheme and any statutory pension scheme that is connected with it; and if they do, subsections (2) to (4) apply.

12 Employer cost cap

- (1) Scheme regulations for a scheme under section 1 which is a defined benefits scheme must set a rate, expressed as a percentage of pensionable earnings of members of the scheme, to be used for the purpose of measuring changes in the cost of the scheme.
- (2) In this section, the rate set under subsection (1) is called the "employer cost cap".

- (3) The employer cost cap is to be set in accordance with Treasury directions.
- (4) Treasury directions may in particular specify-
 - (a) how the first valuation under section 11 of a scheme under section 1 is to be taken into account in setting the cap;
 - (b) the costs, or changes in costs, that are to be taken into account on subsequent valuations of a scheme under section 1 for the purposes of measuring changes in the cost of the scheme against the cap;
 - (c) the extent to which costs or changes in the costs of any statutory pension scheme which is connected with a scheme under section 1 are to be taken into account for the purposes of this section.

(5) Treasury regulations must make-

- (a) provision requiring the cost of a scheme (and any connected scheme) to remain within specified margins either side of the employer cost cap, and
- (b) for cases where the cost of a scheme would otherwise go beyond either of those margins, provision specifying a target cost within the margins.
- (6) For cases where the cost of the scheme would otherwise go beyond the margins, scheme regulations may provide for—
 - (a) a procedure for the responsible authority, the scheme manager (if different), employers and members (or representatives of employers and members) to reach agreement on the steps required to achieve the target cost for the scheme, and
 - (b) the steps to be taken for that purpose if agreement is not reached under that procedure.
- (7) The steps referred to in subsection (6) may include the increase or decrease of members' benefits or contributions.
- (8) Treasury regulations under this section may-
 - (a) include consequential or supplementary provision;
 - (b) make different provision for different schemes.
- (9) Treasury regulations under this section are subject to the negative Commons procedure.

VALID FROM 02/04/2014

13 Employer contributions in funded schemes

- (1) This section applies in relation to a scheme under section 1 which is a defined benefits scheme with a pension fund.
- (2) Scheme regulations must provide for the rate of employer contributions to be set at an appropriate level to ensure—
 - (a) the solvency of the pension fund, and
 - (b) the long-term cost-efficiency of the scheme, so far as relating to the pension fund.
- (3) For that purpose, scheme regulations must require actuarial valuations of the pension fund.

- (4) Where an actuarial valuation under subsection (3) has taken place, a person appointed by the responsible authority is to report on whether the following aims are achieved—
 - (a) the valuation is in accordance with the scheme regulations;
 - (b) the valuation has been carried out in a way which is not inconsistent with other valuations under subsection (3);
 - (c) the rate of employer contributions is set as specified in subsection (2).
- (5) A report under subsection (4) must be published; and a copy must be sent to the scheme manager and (if different) the responsible authority.
- (6) If a report under subsection (4) states that, in the view of the person making the report, any of the aims in that subsection has not been achieved—
 - (a) the report may recommend remedial steps;
 - (b) the scheme manager must—
 - (i) take such remedial steps as the scheme manager considers appropriate, and
 - (ii) publish details of those steps and the reasons for taking them;
 - (c) the responsible authority may—
 - (i) require the scheme manager to report on progress in taking remedial steps;
 - (ii) direct the scheme manager to take such remedial steps as the responsible authority considers appropriate.

(7) The person appointed under subsection (4) must, in the view of the responsible authority, be appropriately qualified.

VALID FROM 01/11/2013

Administration

14 Information about benefits

- (1) Scheme regulations must require the scheme manager for a scheme under section 1 which is a defined benefits scheme to provide benefit information statements to each person in pensionable service under the scheme in accordance with this section.
- (2) A benefit information statement must include—
 - (a) a description of the benefits earned by the person in respect of his or her pensionable service, and
 - (b) such other information as Treasury directions may specify.
- (3) The information included in a benefit information statement must comply with such requirements as Treasury directions may specify.

(4) A benefit information statement must be provided-

- (a) no later than the relevant date, and
- (b) at least once in each year ending with the anniversary of that date.

- (5) The relevant date is the last day of the period of 17 months beginning with the day on which scheme regulations establishing the scheme come into force.
- (6) A benefit information statement must be provided in such manner as Treasury directions may specify.

VALID FROM 01/04/2015

15 Information about schemes

- (1) Treasury directions may require the scheme manager or responsible authority of a scheme under section 1 to—
 - (a) publish scheme information, or
 - (b) provide scheme information to the Treasury.
- (2) In subsection (1), "scheme information" means information about the scheme and any statutory pension scheme that is connected with it.
- (3) The information to which Treasury directions under this section may relate includes in particular—
 - (a) scheme accounts;
 - (b) information about any scheme funding, assets and liabilities;
 - (c) information about scheme membership;
 - (d) information about employer and member contributions;
 - (e) information about scheme administration and governance.
- (4) Treasury directions under this section may specify how and when information is to be published or provided.
- (5) Treasury directions under this section may not require publication or provision of anything that the scheme manager or responsible authority could not otherwise lawfully publish or provide.

16 Records

- (1) The scheme manager for a scheme under section 1 and any statutory pension scheme that is connected with it must keep such records as may be specified in regulations made by the Secretary of State.
- (2) Regulations under this section are subject to the negative procedure.

17 Regulatory oversight

- (1) Schedule 4 contains provision relating to the regulation of schemes under section 1, new public body pension schemes and connected schemes.
- (2) The Secretary of State may by order make—
 - (a) provision consequential on Schedule 4, and
 - (b) further provision for, or in connection with, the regulation of public service pension schemes within the meaning of the Pensions Act 2004 (as amended by that Schedule).

- (3) The provision referred to in subsection (2) includes provision made by amending any legislation (including this Act).
- (4) An order under this section may make different provision for different purposes.
- (5) An order under this section is subject to-
 - (a) the affirmative procedure, if it amends primary legislation, and
 - (b) the negative procedure, in any other case.

VALID FROM 28/02/2014

Transitional

18 Restriction of existing pension schemes

- (1) No benefits are to be provided under an existing scheme to or in respect of a person in relation to the person's service after the closing date.
- (2) In this Act "existing scheme" means a scheme listed in Schedule 5 (whether made before or after this section comes into force).
- (3) Subsection (1) does not apply—
 - (a) in relation to an existing scheme which is a defined contributions scheme;
 - (b) to benefits excepted by Schedule 5.
- (4) The closing date is—
 - (a) 31 March 2014 for an existing scheme which is a relevant local government scheme, and
 - (b) 31 March 2015 in any other case.

This is subject to subsection (7).

- (5) Scheme regulations may provide for exceptions to subsection (1) in the case of—
 - (a) persons who were members of an existing scheme, or who were eligible to be members of such a scheme, immediately before 1 April 2012, and
 - (b) such other persons as the regulations may specify, being persons who before that date had ceased to be members of an existing scheme or to be eligible for membership of such a scheme.
- (6) Exceptions under subsection (5) may, in particular, be framed by reference to the satisfaction of a specified condition (for example, the attainment of normal pension age under the existing scheme or another specified age) before a specified date.
- (7) Where an exception to subsection (1) is framed by reference to the satisfaction of a specified condition before a specified date, scheme regulations may also provide for a different closing date for persons in whose case the condition—
 - (a) is not satisfied before the specified date, but
 - (b) is satisfied no more than 4 years after that date.
- (8) Provision made under subsection (5) or (7) may in particular be made by amending the relevant existing scheme.

- (9) In subsection (1), the reference to benefits in relation to a person's service includes benefits relating to the person's death in service.
- (10) In subsection (4), "relevant local government scheme" means regulations under section 7 of the Superannuation Act 1972 which relate to persons in England and Wales.

19 Closure of existing injury and compensation schemes

- (1) Scheme regulations for a scheme under section 1 may secure that no benefits are to be provided under a scheme listed in Schedule 6 that is connected with it.
- (2) Where Schedule 6 specifies particular benefits in relation to a scheme, the power under subsection (1) is exercisable only in relation to those benefits.
- (3) Scheme regulations may provide for exceptions to subsection (1).
- (4) Provision made under this section may in particular be made by amending the connected scheme.

20 Final salary link

Schedule 7 contains provision for a "final salary link" in relation to schemes to which section 18(1) applies (and see section 31(14)).

VALID FROM 01/11/2013

Procedure for scheme regulations

21 Consultation

- (1) Before making scheme regulations the responsible authority must consult such persons (or representatives of such persons) as appear to the authority likely to be affected by them.
- (2) The responsible authority must publish a statement indicating the persons that the authority would normally expect to consult under subsection (1) (and keep the statement up-to-date).
- (3) Subsection (1) may be satisfied by consultation before, as well as by consultation after, the coming into force of this section.

VALID FROM 28/02/2014

22 Procedure for protected elements

(1) This section applies where, after the coming into force of scheme regulations establishing a scheme under section 1, the responsible authority proposes to make further scheme regulations containing provision changing the protected elements of the scheme within the protected period.

- (2) The responsible authority must—
 - (a) consult the persons specified in subsection (3) with a view to reaching agreement with them, and
 - (b) lay a report before the appropriate legislature.
- (3) The persons referred to in subsection (2)(a) are the persons (or representatives of the persons) who appear to the responsible authority to be likely to be affected by the regulations if they were made.
- (4) The report under subsection (2)(b) must set out why the responsible authority proposes to make the regulations, having regard to the desirability of not making a change to the protected elements of a scheme under section 1 within the protected period.
- (5) In this section—

"the appropriate legislature" means-

- (a) Parliament, where the responsible authority is the Secretary of State, the Minister for the Civil Service or the Lord Chancellor;
- (b) the Scottish Parliament, where the responsible authority is the Scottish Ministers;
- (c) the National Assembly for Wales, where the responsible authority is the Welsh Ministers;

"protected period" means the period beginning with the coming into force of this section and ending with 31 March 2040;

"protected elements", in relation to a scheme under section 1, means-

- (a) the extent to which the scheme is a career average revalued earnings scheme;
- (b) members' contribution rates under the scheme;
- (c) benefit accrual rates under the scheme.
- (6) In this section, references to a change to the protected elements do not include a change appearing to the responsible authority to be required by or consequential upon section 12 (employer cost cap).
- (7) In a case where this section applies, there is no requirement to consult under section 21(1).

23 Procedure for retrospective provision

- (1) Where the responsible authority proposes to make scheme regulations containing retrospective provision which appears to the authority to have significant adverse effects in relation to the pension payable to or in respect of members of the scheme, the authority must first obtain the consent of the persons referred to in subsection (3).
- (2) Where the responsible authority proposes to make scheme regulations containing retrospective provision which appears to the authority—
 - (a) not to have significant adverse effects as specified in subsection (1), but
 - (b) to have significant adverse effects in any other way in relation to members of the scheme (for example, in relation to injury or compensation benefits),

the authority must first consult the persons specified in subsection (3) with a view to reaching agreement with them.

- (3) The persons referred to in subsections (1) and (2) are the persons (or representatives of the persons) who appear to the responsible authority to be likely to be affected by the provision if it were made.
- (4) The responsible authority must, in a case falling within subsection (1) or (2), lay a report before the appropriate legislature (as defined in section 22).
- (5) In a case falling within subsection (1) or (2) there is no requirement to consult under section 21(1).

VALID FROM 28/02/2014

24 Other procedure

(1) Scheme regulations are subject to the affirmative procedure if—

- (a) they amend primary legislation,
- (b) section 23(1) or (2) (procedure for retrospective provision having significant adverse effects) applies, or
- (c) they are scheme regulations for a scheme relating to the judiciary, unless the pension board for that scheme has stated that it considers the regulations to be minor or wholly beneficial.
- (2) Scheme regulations are subject to the negative procedure in any other case.
- (3) If scheme regulations otherwise subject to the negative procedure are combined with scheme regulations subject to the affirmative procedure, the combined regulations are subject to the affirmative procedure.

VALID FROM 01/02/2014

New schemes: supplementary

VALID FROM 28/02/2014

25 Extension of schemes

- (1) Scheme regulations for a scheme under section 1 may make provision for the payment of pensions and other benefits to or in respect of—
 - (a) persons who are specified in section 1(2), but
 - (b) in relation to whom the responsible authority could not otherwise make a scheme under section 1.
- (2) Scheme regulations for a scheme under section 1 may make provision to deem persons of any description to fall within a given description of persons specified in section 1(2).

- (3) Scheme regulations for a scheme under section 1 may specify persons, not being persons specified in section 1(2), as persons to whom the scheme may potentially relate.
- (4) The persons specified under subsection (3) may be any persons (other than persons specified in section 1(2)) that the responsible authority considers appropriate.
- (5) The responsible authority may then at any time determine that the scheme is to relate to some or all of those persons.
- (6) By virtue of a determination under subsection (5) the scheme regulations then apply to the persons to whom the determination relates as they apply to other persons to or in respect of whom pensions and other benefits are provided under the scheme (or such class of other persons as may be specified in the determination).
- (7) Subsection (6) is subject to-
 - (a) any special provision made in the scheme regulations, and
 - (b) a direction under subsection (8).
- (8) Scheme regulations made under subsection (2) or (3) in relation to any persons may include provision authorising the responsible authority by direction to modify provisions of the regulations in their application to those persons for the purpose of—
 - (a) securing appropriate protection against additional costs to the scheme that might result from the application of the scheme regulations to those persons,
 - (b) obtaining information about those persons, their employers and other relevant persons, or
 - (c) taking appropriate account of—
 - (i) the arrangements under which those persons are employed, and
 - (ii) the organisational structures of their employers.
- (9) The responsible authority for a scheme under section 1 must publish a list of the persons to whom the scheme relates by virtue of determinations under subsection (5) (and keep the published list up-to-date).
- (10) A determination under subsection (5) may have retrospective effect.
- (11) Where, by virtue of section 4(5), there is more than one scheme manager for a scheme under section 1, the responsible authority may delegate its functions under subsection (5) or (9) to the scheme managers, subject to such conditions as the responsible authority considers appropriate.

VALID FROM 28/02/2014

26 Non-scheme benefits

(1) The scheme manager or employer for a scheme under section 1 may make such payments as the scheme manager or employer considers appropriate towards the provision, otherwise than by virtue of the scheme, of pensions and other benefits to or in respect of—

- (a) persons within the description of persons specified in section 1(2) for which the responsible authority may make the scheme, and
- (b) any other persons to whom the scheme relates by virtue of section 25.
- (2) Subsection (1) is subject to any provision made in the scheme regulations for the scheme that restricts or otherwise affects the power to make payments under that subsection.

27 Consequential and minor amendments

Schedule 8 contains consequential and minor amendments.

Existing schemes: supplementary

VALID FROM 01/04/2014

28 Existing local government schemes

- (1) This section applies in relation to regulations under section 7 of the Superannuation Act 1972 which relate to persons in England and Wales which are in force immediately before the coming into force of this section.
- (2) To the extent that—
 - (a) such regulations make provision for the payment of pensions and other benefits to or in respect of a person in relation to the person's service on or after 1 April 2014, and
 - (b) that provision could be made under scheme regulations,

the regulations are to have effect as if they were scheme regulations relating to local government workers in England and Wales.

(3) Accordingly, to that extent a scheme under such regulations is to have effect as a scheme under section 1.

29 Existing schemes for civil servants: extension of access

Schedule 9 amends the Superannuation Act 1972 so as to extend access to schemes under section 1 of that Act (schemes as respects civil servants, etc).

VALID FROM 01/04/2015

Public body pension schemes

30 New public body pension schemes

(1) The following provisions of this Act apply in relation to a new public body pension scheme (and any statutory pension scheme that is connected with it) as to a scheme under section 1 (and any connected scheme)—

- (a) section 3(1) and (2) and Schedule 3 (scheme regulations);
- (b) section 4 (scheme manager);
- (c) sections 5 and 6 (pension board), if the scheme has more than one member;
- (d) sections 8 to 10 (scheme design);
- (e) sections 11 and 12 (cost control);
- (f) sections 14 to 16 (information and records).
- (2) For the purposes of subsection (1), the provisions referred to in that subsection are to be read with the following modifications—
 - (a) references to scheme regulations are to be read as references to the rules of the scheme;
 - (b) references to the responsible authority are to be read as references to the public authority which established the scheme.
- (3) A new public body pension scheme, and any variation to the rules of the scheme, requires the consent of the Treasury.
- (4) This section does not apply to a new public body pension scheme which relates to a devolved body or office.
- (5) In this Act—

"public body pension scheme" means a scheme (other than an existing scheme) established by a public authority for the payment of pensions and other benefits to or in respect of members or staff of a statutory body or the holder of a statutory office;

"new public body pension scheme" means a public body pension scheme established after the coming into force of this section.

31 Restriction of certain existing public body pension schemes

- (1) This section applies to a public body pension scheme which relates to members or staff of a body, or the holder of an office, listed in Schedule 10.
- (2) The public authority responsible for the scheme must make provision to secure that no benefits are provided under the scheme to or in respect of a person in relation to the person's service after a date determined by the authority.
- (3) Subsection (2) does not apply—
 - (a) in relation to a public body pension scheme which is a defined contributions scheme, or
 - (b) to injury or compensation benefits.
- (4) The public authority responsible for a scheme to which subsection (2) applies may provide for exceptions to the provision made under subsection (2), and section 18(6) and (7) apply in relation to any such exceptions (reading references to scheme regulations as references to rules of the scheme).
- (5) Provision made under subsection (2) or (4) may in particular be made by amending the public body pension scheme.
- (6) In subsection (2), the reference to benefits in relation to a person's service includes benefits relating to the person's death in service.

- (7) If any of the persons to whom a scheme to which subsection (2) applies relates are not eligible for membership of a scheme under section 1, the public authority responsible for the scheme may establish a new scheme for the payment of pensions or other benefits to or in respect of those persons (and see section 30).
- (8) Where a scheme to which subsection (2) applies was established in exercise of a statutory function or other power, the function or power may not be exercised again so as to establish a new defined benefits scheme in relation to the body or office.
- (9) In the case of a scheme established by deed of trust, subsections (2) and (4) apply irrespective of the provisions of the deed or the law relating to trusts.
- (10) A Treasury order may amend Schedule 10 so as to-
 - (a) remove any body or office specified there;
 - (b) add any body or office to it (by name or description),
 - but may not add a devolved body or office.
- (11) A Treasury order under subsection (10) may make consequential or supplementary provision, including in particular provision made by amending any legislation.
- (12) A Treasury order under subsection (10) is subject to the negative procedure.
- (13) It is immaterial for the purposes of subsection (1) whether a scheme is made before or after the coming into force of this section.
- (14) Schedule 7 contains provision for a "final salary link" in relation to schemes to which subsection (2) applies.

32 Existing public body pension schemes: pension age

- (1) A public body pension scheme established before the coming into force of this section may include—
 - (a) provision securing that the normal and deferred pension age of a person under the scheme is—
 - (i) the same as the person's state pension age, or
 - (ii) 65, if that is higher, and
 - (b) provision securing that changes in the person's normal or deferred pension age occurring in consequence of provision under paragraph (a) apply in relation to relevant accrued benefits (as well as other benefits).
- (2) In subsection (1)(b) "relevant accrued benefits", in relation to a person and a scheme, means benefits accrued after the coming into force of the provision under subsection (1) which may be paid to or in respect of the person under the scheme and to which the normal or deferred pension age is relevant.
- (3) This section does not apply to a public body pension scheme which relates to a devolved body or office.

Parliamentary and other pension schemes

33 Great offices of state

Schedule 11 makes provision about pension arrangements for the offices of-

- (a) Prime Minister and First Lord of the Treasury,
- (b) Lord Chancellor, and
- (c) Speaker of the House of Commons.

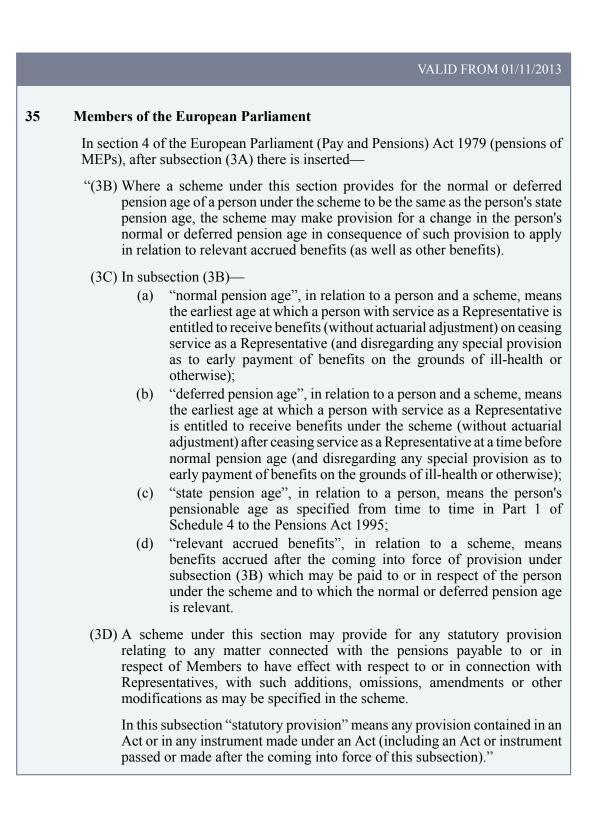
VALID FROM 31/07/2014

34 Parliamentary and other pension schemes: pension age

In Schedule 6 to the Constitutional Reform and Governance Act 2010 (Parliamentary and other pensions), after paragraph 29 there is inserted—

"Pension age

- 29A (1) Where the scheme provides for the normal or deferred pension age of a person under the scheme to be the same as the person's state pension age, provision for a change in the person's normal or deferred pension age in consequence of such provision to apply in relation to relevant accrued benefits (as well as other benefits).
 - (2) Accordingly, paragraph 19(2) (protection of accrued rights) is to be disregarded in relation to any such provision.
 - (3) In this paragraph—
 - (a) "normal pension age", in relation to a person and a scheme, means the earliest age at which a person with relevant service is entitled to receive benefits (without actuarial adjustment) on leaving that service (and disregarding any special provision as to early payment of benefits on the grounds of ill-health or otherwise);
 - (b) "deferred pension age", in relation to a person and a scheme, means the earliest age at which a person with relevant service is entitled to receive benefits under the scheme (without actuarial adjustment) after leaving that service at a time before normal pension age (and disregarding any special provision as to early payment of benefits on the grounds of ill-health or otherwise);
 - (c) "state pension age", in relation to a person, means the person's pensionable age as specified from time to time in Part 1 of Schedule 4 to the Pensions Act 1995;
 - (d) "relevant accrued benefits", in relation to a scheme, means benefits accrued after the coming into force of provision under sub-paragraph (1) which may be paid to or in respect of the person under the scheme and to which the normal or deferred pension age is relevant."



| | | PROSPECTIVE |
|----|-------------|--|
| | | Review |
| 36 | Defen | ce Fire and Rescue Service and Ministry of Defence Police: review |
| | the day | cretary of State must, before the end of the period of six months beginning with y on which section 10 (pension age) comes into force, prepare and lay before nent a report on the likely effect of that section on members or future members |
| | (a) (b) | the Defence Fire and Rescue Service, and the Ministry of Defence Police. |
| | (2) The rep | port under this section must include a report on— |
| | (a) | the likely effect of section 10 on the health and well-being of members of the Defence Fire and Rescue Service and the Ministry of Defence Police, |
| | (b) | the likely effect of section 10 on the ability of the Defence Fire and Rescue Service and Ministry of Defence Police to continue to meet operational requirements, and |
| | (c) | the extent to which members of the Defence Fire and Rescue Service and Ministry of Defence Police are likely to take early retirement in consequence of section 10 (and on the consequences of taking early retirement for the persons taking it and for the taxpayer). |
| | | section "Defence Fire and Rescue Service" means the fire service maintained Secretary of State for Defence. |
| | | General |

37 General interpretation

In this Act—

"the affirmative procedure" and "the affirmative Commons procedure" have the meanings given in section 38;

"armed forces" has the meaning given in Schedule 1;

"body" includes an unincorporated body or organisation of persons (for example, a committee or board of trustees);

"career average revalued earnings scheme" has the meaning given in section 8(4); "civil servants" has the meaning given in Schedule 1;

"compensation benefits" means benefits by way of compensation for loss of office or employment;

"connected", in relation to a scheme under section 1 and another statutory pension scheme, or a new public body pension scheme and another statutory pension scheme, has the meaning given by section 4(6);

"defined benefits scheme": a pension scheme is a "defined benefits scheme" if or to the extent that the benefits that may be provided under the scheme are not money purchase benefits (within the meaning of the Pension Schemes Act 1993) or injury and compensation benefits; "defined contributions scheme": a pension scheme is a "defined contributions scheme" if or to the extent that the benefits that may be provided under the scheme are money purchase benefits (within the meaning of the Pension Schemes Act 1993);

"deferred pension age" has the meaning given in section 10(5);

"devolved": a body or office is "devolved" if or to the extent that provision about pensions payable to or in respect of members or staff of the body, or a holder of the office—

(a) would be within the legislative competence of the Northern Ireland Assembly were that provision contained in an Act of the Assembly, or

(b) is not a reserved matter within the meaning of the Scotland Act 1998; "earnings" includes any remuneration or profit derived from an employment;

"employer", in relation to a pension scheme, means—

- (a) any employer of persons to whom the scheme relates,
- (b) the person responsible for the remuneration of an office-holder to whom the scheme relates, or
- (c) such other persons (in addition to, or instead of, any person falling within paragraph (a) or (b)) as scheme regulations or (in the case of a public body pension scheme) the rules of the scheme may provide;

"existing scheme" has the meaning given in section 18(2);

"final salary", in relation to a person to or in respect of whom a pension under a pension scheme is payable, means the person's pensionable earnings, or highest, average or representative pensionable earnings, in a specified period ending at, or defined by reference to, the time when the person's pensionable service in relation to that scheme terminates;

"final salary scheme": a pension scheme is a "final salary scheme" if entitlement to the pension payable to or in respect of a person which is based on the pensionable service of that person is or may be determined to any extent by reference to the person's final salary;

"fire and rescue workers" has the meaning given in Schedule 1;

"injury benefits" means benefits by way of compensation for incapacity or death as a result of injury or illness;

"injury or compensation scheme": a pension scheme is an "injury or compensation scheme" if it provides only for injury or compensation benefits (or both);

"judiciary" has the meaning given in Schedule 1;

"health service workers" has the meaning given in Schedule 1;

"legislation" means primary or secondary legislation;

"local authority" means-

- (a) a local authority in England and Wales within the meaning of Part 1 of the Local Government and Housing Act 1989, or
- (b) a council constituted under section 2 of the Local Government etc. (Scotland) Act 1994;

"local government workers" has the meaning given in Schedule 1;

"members of a police force" has the meaning given in Schedule 1;

"the negative procedure" and "the negative Commons procedure" have the meanings given in section 38;

"normal pension age" has the meaning given in section 10(5);

"pension board" has the meaning given by section 5(8);

"pension scheme" means a scheme for the payment of pensions or other benefits to or in respect of persons with service of a particular description;

"pensionable earnings", in relation to a pension scheme and a member of it, means earnings by reference to which a pension or other benefits under the scheme are calculated;

"pensionable service", in relation to a pension scheme, means service which qualifies a person to a pension or other benefits under that scheme;

"primary legislation" means an Act, Act of the Scottish Parliament, Act or Measure of the National Assembly for Wales or Northern Ireland legislation; "public authority" means—

"public authority" means—

- (a) a Minister of the Crown (as defined by section 8 of the Ministers of the Crown Act 1975),
- (b) a statutory body or the holder of a statutory office, or
- (c) a person exercising a statutory function;

"public body pension scheme" and "new public body pension scheme" have the meanings given in section 30(5);

"responsible authority", in relation to a scheme under section 1, has the meaning given by section 2(2);

"scheme" includes arrangements of any description;

"scheme advisory board" has the meaning given by section 7(6);

"scheme manager", in relation to a scheme under section 1, has the meaning given in section 4(2);

"scheme regulations" has the meaning given in section 1(4);

"secondary legislation" means an instrument made under primary legislation;

"staff", in relation to a body, includes any employee or officer of the body;

"state pension age" has the meaning given in section 10(5);

"statutory body" and "statutory office" mean a body or office established under any legislation;

"statutory function" means a function conferred by any legislation; "statutory pension scheme" means—

(a) a pension scheme which is established by or under any legislation, and

(b) a public body pension scheme which is not so established;

"teachers" has the meaning given in Schedule 1;

"Treasury directions" means directions given by the Treasury;

"Treasury order" means an order made by the Treasury;

"Treasury regulations" means regulations made by the Treasury.

38 Regulations, orders and directions

(1) For the purposes of this Act any power of the Secretary of State, the Minister for the Civil Service, the Treasury, the Lord Chancellor or the Welsh Ministers to make regulations or an order is exercisable by statutory instrument.

(2) In this Act, the "affirmative procedure" means-

(a) in the case of regulations or an order of the Secretary of State, the Minister for the Civil Service or the Lord Chancellor, that the regulations or order may not be made unless a draft of the instrument containing them or it has been laid before, and approved by resolution of, each House of Parliament;

- (b) in the case of regulations of the Welsh Ministers, that the regulations may not be made unless a draft of the instrument containing them has been laid before, and approved by resolution of, the National Assembly for Wales.
- (3) In this Act, the "negative procedure" means-
 - (a) in the case of regulations or an order of the Secretary of State, the Minister for the Civil Service, the Lord Chancellor or the Treasury, that the instrument containing them or it is subject to annulment in pursuance of a resolution of either House of Parliament;
 - (b) in the case of regulations or an order of the Welsh Ministers, that the instrument containing them or it is subject to annulment in pursuance of a resolution of the National Assembly for Wales.
- (4) In this Act, the "affirmative Commons procedure", in relation to a Treasury order, means that the order may not be made unless a draft of the instrument containing it has been laid before, and approved by resolution of, the House of Commons.
- (5) In this Act, the "negative Commons procedure", in relation to Treasury regulations or a Treasury order, means that the instrument containing them or it is subject to annulment in pursuance of a resolution of the House of Commons.
- (6) For regulations and orders of the Scottish Ministers, see Part 2 of the Interpretation and Legislative Reform (Scotland) Act 2010 (asp 10).
- (7) Treasury directions under this Act may be varied or revoked.

Final

39 Financial provision

- (1) Scheme regulations may provide for any pension or other sum payable under the regulations to or in respect of a person who has held an office specified in Part 1 of Schedule 1 to the Judicial Pensions and Retirement Act 1993 to be charged on, and paid out of, the Consolidated Fund.
- (2) There shall be paid out of money provided by Parliament-
 - (a) any expenditure incurred under or by virtue of this Act by a Minister of the Crown, and
 - (b) any increase attributable to this Act in the sums payable under or by virtue of any other Act out of money so provided.

40 Extent

- (1) An amendment or repeal in this Act has the same extent as the provision amended or repealed.
- (2) That aside, this Act extends to England and Wales, Scotland and Northern Ireland.

41 Commencement

(1) The following provisions of this Act come into force on the day on which this Act is passed—

- (a) section 29 and Schedule 9 (existing schemes for civil servants: extension of access);
- (b) section 33 and Schedule 11 (great offices of state);
- (c) sections 37 to 40, this section and section 42.
- (2) The other provisions of this Act come into force on such day or days as may be appointed by Treasury order.
- (3) An order under subsection (2) may-
 - (a) appoint different days for different purposes;
 - (b) make transitional, transitory or saving provision.

42 Short title

This Act may be cited as the Public Service Pensions Act 2013.

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Public Service Pensions Act 2013 (c. 25) SCHEDULE 1 – Persons in public service: definitions Document Generated: 2024-02-05

Status: Point in time view as at 25/04/2013. This version of this Act contains provisions that are not valid for this point in time. Changes to legislation: There are currently no known outstanding effects for the Public Service Pensions Act 2013. (See end of Document for details)

SCHEDULES

VALID FROM 28/02/2014

SCHEDULE 1

Section 1(3)

Section 2(1)

PERSONS IN PUBLIC SERVICE: DEFINITIONS

VALID FROM 28/02/2014

SCHEDULE 2

RESPONSIBLE AUTHORITIES

Civil servants and judiciary

Scheme regulations for civil servants may be made by the Minister for the Civil Service.

- 2 (1) Scheme regulations for the judiciary may be made by the Lord Chancellor.
 - (2) Before making scheme regulations in relation to an office with a jurisdiction exercised exclusively in relation to Scotland, the Lord Chancellor must consult the Secretary of State.

Local government workers

Scheme regulations for local government workers may be made by-

- (a) the Secretary of State, in or as regards England and Wales;
- (b) the Scottish Ministers, in or as regards Scotland.

Teachers

Scheme regulations for teachers may be made by—

- (a) the Secretary of State, in or as regards England and Wales;
- (b) the Scottish Ministers, in or as regards Scotland.

Health service workers

Scheme regulations for health service workers may be made by—

- (a) the Secretary of State, in or as regards England and Wales;
- (b) the Scottish Ministers, in or as regards Scotland.

| | Fire and rescue workers |
|---|--|
| | The und rescue workers |
| 6 | Scheme regulations for fire and rescue workers may be made by— |
| | (a) the Secretary of State, in or as regards England; |
| | (b) the Welsh Ministers, in or as regards Wales; |
| | (c) the Scottish Ministers, in or as regards Scotland. |
| | Police forces |
| 7 | Scheme regulations for members of a police force may be made by— |
| | (a) the Secretary of State, in or as regards England and Wales; |
| | (b) the Scottish Ministers, in or as regards Scotland. |
| | Armed forces |
| 8 | Scheme regulations for the armed forces may be made by the Secretary of State. |

VALID FROM 28/02/2014

SCHEDULE 3

Section 3(2)(a)

Section 17(1)

SCOPE OF SCHEME REGULATIONS: SUPPLEMENTARY MATTERS

VALID FROM 01/11/2013

SCHEDULE 4

REGULATORY OVERSIGHT

VALID FROM 28/02/2014

SCHEDULE 5

Section 18

EXISTING PENSION SCHEMES

| | VALID FRO | OM 28/02/2014 |
|---|--|----------------|
| | | |
| | SCHEDULE 6 | Section 19 |
| | EXISTING INJURY AND COMPENSATION SCHEMES | |
| | Civil servants | |
| 1 | A scheme under section 1 of the Superannuation Act 1972. | |
| | Specified benefits: injury benefits and compensation benefits | |
| | Judiciary | |
| 2 | A scheme under paragraph 7A of Schedule 10 to the Rent Act 19 | 77. |
| | Specified benefits: injury benefits and compensation benefits | |
| 3 | A scheme constituted by or made under Part 3 of Schedule 1 t Pensions Act 1981. | o the Judicial |
| 4 | A scheme constituted by section 11(b) of the Judicial Pensions Ad | et 1981. |
| | Local government workers | |
| 5 | Regulations under section 7 of the Superannuation Act 1972. | |
| | Specified benefits: injury benefits | |
| | Teachers | |
| 6 | Regulations under section 9 of the Superannuation Act 1972. | |
| | Specified benefits: injury benefits | |
| | Health service workers | |
| 7 | Regulations under section 10 of the Superannuation Act 1972. | |
| | Specified benefits: injury benefits | |
| | Fire and rescue workers | |
| 8 | A scheme under section 34 of the Fire and Rescue Services Act 2 | 004. |
| | Specified benefits: injury benefits and compensation benefits | |
| | Members of police forces | |
| 9 | Regulations under section 1 of the Police Pensions Act 1976. | |
| | Specified benefits: injury benefits | |

| A scheme under section 48 of the Police and Fire Reform (Scotland) Act 2012 (asp 8). |
|---|
| Specified benefits: injury benefits and compensation benefits |
| Armed forces |
| The scheme constituted by the Royal Warrant of 19 December 1949 (see Army Order 151 of 1949). |
| Specified benefits: injury benefits |
| An Order in Council under section 3 of the Naval and Marine Pay and Pensions Act 1865. |
| Specified benefits: injury benefits |
| An order under section 2 of the Pensions and Yeomanry Pay Act 1884. |
| Specified benefits: injury benefits |
| An order under section 2 of the Air Force (Constitution) Act 1917. |
| Specified benefits: injury benefits |
| An order or regulations under section 4 of the Reserve Forces Act 1996 containing provision made under section 8 of that Act. |
| Specified benefits: injury benefits and compensation benefits |
| (1) A scheme under section 1(1) of the Armed Forces (Pensions and Compensation) Act 2004. |
| Specified benefits: injury benefits and compensation benefits |
| (2) For the purposes of sub-paragraph (1), "compensation benefits" includes benefits by way of payments for resettlement or retraining. |
| A scheme under section 1(2) of the Armed Forces (Pensions and Compensation) Act 2004. |
| Compensation schemes for loss of office etc |
| Regulations under section 24 of the Superannuation Act 1972. |
| |

VALID FROM 28/02/2014

SCHEDULE 7

Sections 20 and 31

FINAL SALARY LINK

VALID FROM 01/02/2014
SCHEDULE 8 Section 27
CONSEQUENTIAL AND MINOR AMENDMENTS
....

SCHEDULE 9

Section 29

EXISTING SCHEMES FOR CIVIL SERVANTS: EXTENSION OF ACCESS

- 1 The Superannuation Act 1972 is amended as follows.
- 2 In section 1 (superannuation schemes as respects civil servants, etc), after subsection (4) there is inserted—
 - "(4A) This section also applies to persons serving in employment or in an office, not being service in employment or in an office of a kind mentioned in subsection (4), where the employment or office is specified in a list produced for the purposes of this subsection (see section 1A)."
- 3 After section 1 there is inserted—

"1A List of employments and offices for purposes of section 1(4A)

- (1) The Minister may specify an employment or office in a list produced for the purposes of section 1(4A) if subsection (2), (3) or (4) applies in relation to the employment or office.
- (2) This subsection applies to an employment or office if—
 - (a) at any time on or after the commencement of this section, the employment or office ceases to be of a kind mentioned in section 1(4), and
 - (b) immediately before that time, persons serving in the employment or office are, or are eligible to be, members of a scheme under section 1 by virtue of section 1(4).
- (3) This subsection applies to an employment or office if—
 - (a) at any time before the commencement of this section, the employment or office ceased to be of a kind mentioned in section 1(4), and
 - (b) at that time, persons serving in the employment or office ceased to be members of a scheme under section 1 or to be eligible for membership of such a scheme.
- (4) This subsection applies to an employment or office if-
 - (a) it is of a description prescribed by regulations, and
 - (b) the Minister determines that it is appropriate for it to be specified for the purposes of section 1(4A).

- (5) The power to specify an employment or office in reliance on subsection (4) may be exercised so as to have retrospective effect.
- (6) The Minister—
 - (a) may at any time amend a list produced under this section, and
 - (b) must publish the list (and any amendments to it).
- (7) The published list must comply with such requirements, and contain such information, as may be prescribed by regulations.
- (8) Regulations made under this section must be made by the Minister by statutory instrument; and an instrument containing such regulations is subject to annulment in pursuance of a resolution of either House of Parliament."

VALID FROM 01/04/2015

SCHEDULE 10

PUBLIC BODIES WHOSE PENSION SCHEMES MUST BE RESTRICTED

2

SCHEDULE 11

Section 33

Section 31(1)

PRIME MINISTER, LORD CHANCELLOR AND COMMONS SPEAKER

Extension of MPs' and Ministerial pension schemes

- 1 (1) Schedule 6 to the Constitutional Reform and Governance Act 2010 (parliamentary and other pensions) is amended as follows.
 - (2) Paragraph 12(2) to (5) (exclusion from MPs' scheme of persons with service as Lord Chancellor, Prime Minister or Commons Speaker) is repealed.
 - (3) In paragraph 16 (Ministers' etc pension scheme)-
 - (a) in sub-paragraph (2), after paragraph (b) there is inserted—
 - "(ba) Lord Chancellor,
 - (bb) Speaker of the House of Commons,";
 - (b) sub-paragraph (3) (exclusion from scheme of persons with service as Lord Chancellor, Prime Minister or Commons Speaker) is repealed.

In section 4 of the Ministerial and other Pensions and Salaries Act 1991 (grants to persons ceasing to hold ministerial and other offices), in subsection (6)—

- (a) in paragraph (a), ", other than that of Prime Minister and First Lord of the Treasury," is repealed;
- (b) after paragraph (ba) there is inserted—
 - "(bb) the office of Lord Chancellor;

(bc) the office of Speaker of the House of Commons;".

Lord Chancellor's salary

- 3 (1) The Ministerial and other Salaries Act 1975 is amended as follows.
 - (2) In section 1 (salaries), in subsection (2), for the words from "at such rate" to the end there is substituted "of—
 - (a) £68,827, where the Lord Chancellor is a member of the House of Commons;
 - (b) otherwise, £101,038."

(3) In that section, after subsection (5) there is inserted—

- "(6) Where a person who holds office as Lord Chancellor (and to whom a salary is accordingly payable under subsection (2)) is also the holder of one or more other offices in respect of which a salary is payable under this section, he shall only be entitled to one of those salaries.
- (7) If, in the case of a person mentioned in subsection (6), there is a difference between the salaries payable in respect of the offices held by him, the office in respect of which a salary is payable to him shall be that in respect of which the highest salary is payable."
- (4) In section 1A (alteration of salaries), in subsection (1), after "section 1(1)," insert "(2)(a) or (b), ".

Closure of existing arrangements

- 4 The Lord Chancellor's Pension Act 1832 is repealed.
- 5 Sections 26 to 28 of the Parliamentary and other Pensions Act 1972 (pensions of Prime Minister, Commons Speaker and Lord Chancellor etc) are repealed.
- 6 In the Judicial Pensions Act 1981—
 - (a) in section 16 (application and interpretation of Part 2 of Act), in the Table, the entry relating to the office of Lord Chancellor is repealed;
 - (b) section 26 (references to retirement, in relation to Lord Chancellor, to be read as resignation from office) is repealed.
- 7 The provisions listed in the following table (which includes spent provisions) are repealed—

| Act | | Extent of repeal |
|-------------------|--|-----------------------------------|
| Pensic (c. 56) | · / | In Schedule 2, paragraphs 1 to 3. |
| | mentary and other ons Act 1972 (c. 48) | Sections 31, 36 and 37. |
| | terial and other Pensions alaries Act 1991 (c. 5) | Sections 1 and 3(1). |
| | mentary and other ons Act 1987 (c. 45) | In Schedule 3, paragraph 4. |

| Point in time view as at 25/04/2013. This version of this Act contains provisions that are not valid for this point in time. | | | |
|--|--|--|--|
| Changes to legislation: There are currently no known outstanding effects | | | |
| for the Public Service Pensions Act 2013. (See end of Document for details) | | | |

| Pensions Act 1995 (c. 26) | Section 170. |
|---|--------------------------------------|
| Civil Partnership Act 2004 (c. 33) | In Schedule 25, paragraph 3. |
| Constitutional Reform and Governance Act 2010 (c. 25) | In Schedule 6, paragraphs 36 and 37. |

Saving and transitional

- 8 (1) Subject to sub-paragraph (2), this Schedule does not have effect in relation to any term of service as Prime Minister and First Lord of the Treasury, Lord Chancellor, or Speaker of the House of Commons beginning before the day on which section 33 comes into force.
 - (2) In relation to a term of service as Lord Chancellor beginning on or after 4 September 2012 (but before the day on which section 33 comes into force), the amendments made by paragraph 1 have effect from—
 - (a) the day on which section 33 comes into force, or
 - (b) if later, the day after that on which the term of service ceases.

Status:

Point in time view as at 25/04/2013. This version of this Act contains provisions that are not valid for this point in time.

Changes to legislation:

There are currently no known outstanding effects for the Public Service Pensions Act 2013.