
Ministry of Justice: Judicial Pensions Scheme

Introduction

1. This Estimate covers the payment of pensions and other benefits to persons covered by the Judicial Pensions Scheme (JPS).
2. Provision is made within this Estimate for :
 - a) Interest costs arising on the accruing costs of all judicial pensions during the year. This amount is equivalent to unwinding the discount originally included in the scheme liabilities and accounts for the fact that future pension benefits are one year closer to settlement;
 - b) The increase in the value of the future pension liability (i.e. core pension entitlements and pension increases), earned during the period but payable in the future, with respect to currently serving members of the judiciary whose salaries are paid from departmental resources; and
 - c) The increase in the value of the future pension liability (for pension increases only), earned during the period but payable in the future, with respect to currently serving members of the judiciary whose salaries are met directly from the Consolidated Fund.
3. The Scheme's Appointing Bodies meet the costs of pension cover for their Judicial Office Holders by payments of set charges on an accruals basis. These charges are known as "Accruing Superannuation Liability Charges (ASLCs)". These charges, along with scheme members' contributions, are appropriated in aid on this Estimate.
4. This Estimate assumes that the ASLC rate remains constant at 32.15%, as recommended by the Government Actuary's Department and that the scheme members' contribution rates remain constant at 2.4% and 1.8%.
5. Symbols are explained in the introduction to this booklet.

Ministry of Justice: Judicial Pensions Scheme

Part I

	£
Request for Resources 1: Judicial Pensions Scheme	62,949,000
Total net resource requirement	62,949,000
Net cash requirement	1,000

Amounts required in the year ending 31 March 2009 for expenditure by the Ministry of Justice: Judicial Pensions Scheme on:

RfR 1: Judicial Pensions Scheme

Pensions etc, in respect of members of Judicial Pensions Scheme, and for other related services.

The **Ministry of Justice: Judicial Pensions Scheme** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
RfR 1	62,949,000	17,792,000	45,157,000
Total net resource requirement	62,949,000	17,792,000	45,157,000
Net cash requirement	1,000	-	1,000

Part II: Subhead detail

										£'000	
2008-09 Provision										2007-08 Provision	2006-07 Outturn
Resources						Capital Non- operating				Net Total	Net Total
Admin	Other Current	Grants	Gross Total	A in A	Net Total	Capital	A in A	Resources	Resources	1	2
1	2	3	4	5	6	7	8	9	10		
RfR 1: Judicial Pensions Scheme											
-	-	146,600	146,600	83,651	62,949	-	-	43,036	34,373		
Spending in Annually Managed Expenditure (AME)											
<i>Central Government spending</i>											
A	Judicial Pensions Scheme										
-	-	146,600	146,600	83,651	62,949	-	-	43,036	34,373		
Total for Estimate:											
-	-	146,600	146,600	83,651	62,949	-	-	43,036	34,373		

Part II: Resource to cash reconciliation

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Resource Requirement	62,949	43,036	34,373
Voted capital items			
Capital	-	-	-
Less Non-operating A-in-A	-	-	-
Total net voted capital	-	-	-
Accruals to cash adjustment			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-146,600	-124,952	-110,636
Profit/loss on sale of assets	-	-	-
Prior period adjustments	-	-	-
Other non-cash items	-	-	-
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	29,793	25,392	20,555
Total accruals to cash adjustments	-116,807	-99,560	-90,081
Excess cash to be CFERd	53,859	56,525	55,709
Net Cash Requirement	1	1	1

Part III: Extra receipts payable to the Consolidated Fund

In addition to appropriations in aid the following income relates to the Department and is payable to the Consolidated Fund (cash receipts being shown in italics):

	£'000					
	2008-09 Provision		2007-08 Provision		2006-07 Outturn	
	Income	<i>Receipts</i>	Income	<i>Receipts</i>	Income	<i>Receipts</i>
Operating income not classified as A in A	-	-	-	-	-	-
Non-operating income not classified as A in A	-	-	-	-	-	-
Other amounts collectable on behalf of the Consolidated Fund	-	-	-	-	-	-
Excess cash receipts to be surrendered to the Consolidated Fund	-	<i>53,859</i>	-	<i>56,525</i>	-	<i>55,709</i>
Total	-	<i>53,859</i>	-	<i>56,525</i>	-	<i>55,709</i>

Forecast Combined Revenue Account

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Programme Costs			
RfR 1	62,949	43,036	34,373
<i>of which:</i>			
Income			
Contributions received	83,651	81,916	76,263
Transfers in	-	-	-
Other income receivable	-	-	-
Total Income	<u>83,651</u>	<u>81,916</u>	<u>76,263</u>
Expenditure			
Increase in liability	45,600	47,952	37,636
Interest on scheme liability	101,000	77,000	73,000
Other expenditure	-	-	-
Total Expenditure	<u>146,600</u>	<u>124,952</u>	<u>110,636</u>
Non-voted	<u>68,400</u>	<u>63,048</u>	<u>49,364</u>
Total Net Programme costs	131,349	106,084	83,737
Total Net Operating Cost	131,349	106,084	83,737
<i>of which:</i>			
Net Resource Requirement	62,949	43,036	34,373
Non-voted expenditure	68,400	63,048	49,364
Consolidated Fund Extra Receipts	-	-	-
Resource Budget	131,349	106,084	83,737

Notes to the Main Estimate

Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Resource Requirement (Estimates)	62,949	43,036	34,373
<i>Adjustments to remove:</i>			
Provision voted for earlier years	-	-	-
<i>Adjustments to additionally include:</i>			
Non-voted expenditure in the OCS	68,400	63,048	49,364
Consolidated Fund Extra Receipts in the OCS	-	-	-
Other adjustments	-	-	-
Net Operating Cost (Accounts)	131,349	106,084	83,737
<i>Adjustments to remove:</i>			
Gains / losses from sale of capital assets	-	-	-
Capital grants	-	-	-
European Union income related to capital grants	-	-	-
Voted expenditure outside the budget	-	-	-
<i>Adjustments to additionally include:</i>			
Other Consolidated Fund Extra Receipts	-	-	-
Resource consumption of non departmental public bodies	-	-	-
Unallocated resource provision	-	-	-
Other adjustments	-	-	-
Resource Budget (Budget)	131,349	106,084	83,737
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	131,349	106,084	83,737

Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Net Voted Capital (Estimates)	-	-	-
<i>Adjustments to additionally include:</i>			
Other Consolidated Fund Extra Receipts	-	-	-
Capital spending by non-departmental public bodies	-	-	-
Capital grants	-	-	-
European Union income related to capital grants	-	-	-
Supported capital expenditure (revenue)	-	-	-
Capital spending by levy funded bodies	-	-	-
Unallocated capital provision	-	-	-
Other adjustments	-	-	-
Capital Budget (Budget)	-	-	-
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	-	-	-

Notes to the Main Estimate (*continued*)

Explanation of Accounting Officer responsibilities

In accordance with the Government Resources and Accounts Act 2000 the Treasury has made the following Accounting Officer appointment for the Request for Resource within this Estimate.

Request for Resources 1: Sir Suma Chakrabarti, Permanent Head of Department

Sir Suma Chakrabarti as the Accounting Officer of the Ministry of Justice: Judicial Pensions Scheme has personal responsibility for the proper presentation of the department's resource accounts as prescribed in legislation, or by the Treasury, and their transmission to the Comptroller and Auditor General. The AO as the permanent head, remains in general overall charge of the Ministry of Justice: Judicial Pensions Scheme.

The responsibilities of an Accounting Officer are set out in Chapter 3 of Managing Public Money. In essence these responsibilities include a personal responsibility for the propriety and regularity of the public finances for which they are answerable; for keeping of proper accounts; for prudent and economical administration; for the avoidance of waste and extravagance; and for the efficient and effective use of all the available resources. In addition, the Accounting Officer must ensure that there is a sound system of internal control to support the achievement of the organisation's policies, aims and objectives and should regularly review the effectiveness of that system.

Notes to the Main Estimate (*continued*)

Analysis of operating appropriations in aid (A in A)

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
RfR 1: Judicial Pensions Scheme			
Programme	83,651	81,916	76,263
<i>of which:</i>			
Pension scheme related income	83,651	81,916	76,263
Total RfR 1	83,651†	81,916	76,263
<i>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: Accruing Superannuation Liability Charges (ASLCs); and scheme members pension contributions.</i>			
Total Operating A in A	83,651	81,916	76,263

Notes to the Main Estimate (*continued*)

Analysis of Consolidated Fund extra receipts

	£'000					
	2008-09		2007-08		2006-07	
	Provision		Provision		Outturn	
	Income	Receipts	Income	Receipts	Income	Receipts
Excess Cash Receipts •	-	53,859	-	56,525	-	55,709
Total	-	53,859	-	56,525	-	55,709

Notes to the Main Estimate (*continued*)

Comparison of provision sought with final provision and forecast outturn for the previous year

The total net resource sought for 2008-09 of £62,949,000 is 46.3 per cent higher than the final net provision for 2007-08 of £43,036,000 and 59.2 per cent higher than the forecast outturn for 2007-08 of £39,539,000.

Cash which may be retained to offset expenditure

	£'000		
	2008-09 Provision	2007-08 Provision	2006-07 Outturn
Cash which may be retained by the department to offset expenditure in the year due to its relationship with income (operating and non-operating) that has been, or will be, appropriated in aid.	83,651	81,916	76,263

