

ANNEX B

COMPARISON OF OLD AND NEW “MAGENTA” PENSION SCHEME EXAMPLES

The version of Magenta for inclusion in the FreM for 2005-06 is an amalgam of the updated version of Department Yellow (the model departmental resource account) which will be included in the FreM for 2005-06, and the version of Magenta included in the RAM for 2004-05 (referred to as the “previous version” in the table below).

A comparison between the two versions is given below:

2005-06 VERSION	COMMENTS
Introductory page	Very similar to previous version
Report of the Managers	Not so detailed as previous wording; gives headings but no suggested wording.
Report of the Actuary	No model given as the wording is the responsibility of the Actuary
Statement of the Accounting Officer’s Responsibilities	Now based on version of SAOR for departments in FreM. Very similar to previous version, but some detailed changes to the wording.
Statement of Internal Control	Minor changes to the wording to reflect changes for Dept Yellow
Certificate and Report of the Auditor	
Statement of Parliamentary Supply	Previously known as Summary of Resource Outturn or Schedule 1. Based on version for Dept Yellow. Broadly similar to previous version, but much detail now given in the notes.
Revenue Account	Little different from previous version.
Statement of Recognised Gains and Losses	Little different from previous version.
Balance Sheet	Little different from previous version, although detail of General Fund now given in notes, rather than on face of the balance sheet.
Cash Flow Statement	Simplified compared with previous version, with details given in the notes.
Note 1 – basis of preparation	Much the same as the previous note 1
Note 2 - accounting policies	Not so detailed as equivalent in previous version (also note 2) but covers the same ground
Note 3(a) Reconciliation of net resource outturn to net operating costs	Was note 15 in previous version
Note 3(b) Reconciliation of net operating cost to resource budget	No equivalent in previous version
Note 3(c) Outturn against Admin Budget	No equivalent in previous version
Note 4 Reconciliation of resources to cash requirement	Previously formed part of the Summary of Resource Outturn (Sch 1)
Note 5 Analysis of income payable to Consolidated Fund	Previously formed part of the Summary of Resource Outturn (Sch 1)
Note 6 Reconciliation of income in Revenue a/c to operating income payable to Consolidated Fund	No equivalent in previous version, but complements note 5
Note 7 Non operating income not classified as A in A	No equivalent in previous version. Included for completeness but may not be necessary for pension scheme accounts

Note 8 Pension contributions receivable	Note 4 in previous version
Note 9 Pension transfers in	Note 5 in previous version
Note 10 Other pension income	Note 6 in previous version
Note 11 Pension cost	Note 7 in previous version
Note 12 Enhancements	Note 8 in previous version
Note 13 Transfers in	Note 9 in previous version
Note 14 Injury benefits	Note 10 in previous version
Note 15 Interest on scheme liabilities	Note 11 in previous version
Note 16 Additional voluntary contributions	Note 12 in previous version
Note 17 Compensation benefits payable	Note 15 in previous version
Note 18 Debtors - pensions	Note 17 in previous version, but now split between long and short term debtors
Note 19 Cash at bank and in hand	No equivalent in previous version
Note 20 Creditors – pensions	Note 18 in previous version, but now split between long and short term creditors
Note 21 Provision for pension liability	Note 21 in previous version
Note 22 Debtors – compensation transactions	Note 22 in previous version
Note 23 Annual compensation payments pre-funded by employers	Note 23 in previous version
Note 24 Central funding	Note 24 in previous version
Note 25 General Fund	This information was previously given on the face of the balance sheet
Note 26(a) Reconciliation of operating cost to operating cash flows	Previously given as part of the cash flow statement
Note 26(b) Analysis of financing	Previously given as part of the cash flow statement
Note 26 reconciliation of NCR to movement in cash	Previously given as part of the cash flow statement
Note 27 Financial instruments	Note 30 in previous version
Note 28 Contingent liabilities	Note 16 in previous version
Note 29 Losses and special payments	Note 31 in previous version – it may not be necessary to go into the level of detail suggested in note 29
Note 30 Related party transactions	Note 29 in previous version

For completeness, the notes in the 2004-05 and 2005-06 models reconcile as follows:

RECONCILIATION OF NOTE NUMBERS 2004-05 TO 2005-06

Note in 2004-05	Is note in 2005-06	Note in 2005-06	Is note in 2004-05
1	1	1	1
2	2	2	2
3	Included in note 2	3(a)	13
4	8	3(b)	No equivalent
5	9	3(c)	No equivalent
6	10	4	Part of Sch 1
7	11	5	Part of Sch 1
8	12	6	No equivalent, although part of Sch 1
9	13	7	No equivalent, probably not relevant
10	14	8	4
11	15	9	5
12	16	10	6
13	3(a)	11	7
14	No equivalent	12	8
15	17	13	9
16	28	14	10
17	18	15	11
18	20	16	12
19	20	17	15
20	20	18(a)	17
21	21	18(b)	28
22	22	19	No equivalent
23	23	20(a)	18
24	24	20(b)	28
25	No equivalent	21	21
26	No equivalent	22	22
27	No equivalent	23	23
28	18(b) and 20(b)	24	24
29	30	25	No equivalent
30	27	26(a)	Part of cash flow statement
31	29	26(b)	Part of cash flow statement
		26(c)	Part of cash flow statement
		27	30
		28	16
		29	31
		30	29