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# Department of Trade and Industry: UKAEA pension schemes

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## Introduction

1. This Request for Resources covers the provision of pensions and lump sums to retired members or their dependants, transfer values for members transferring to other schemes and repayments of contributions under the UKAEA pension schemes.

2. There are three schemes: the Combined Scheme (CPS), the Principal Non-industrial superannuation scheme (PNISS), and the Protected Persons superannuation scheme (PPSS). The schemes cover employees of the UKAEA, British Nuclear Fuels plc and the Civil Nuclear Police Authority and some employees of the Health Protection Agency, the Engineering and Physical Sciences Research Council, the Science and Technology Facilities Council, and former UKAEA employees who transferred to the Ministry of Defence Atomic Weapons Establishment (AWE). The PNISS and PPSS are closed to new entrants.

3. The income consists of contributions from employers and employees, and transfer values in respect of staff joining from other schemes. Income is appropriated in aid.

4. Assumptions for 2007-08 compared to 2006-07 are

	2007-08			2006-07		
	<b>Average pension</b>			<b>Average pension</b>		
	<b>Number</b>	<b>Annual</b>	<b>Weekly</b>	<b>Number</b>	<b>Annual</b>	<b>Weekly</b>
Pensioners	17,102	8,573	164.87	16,137	8,275	159.13
Dependents	6,716	3,791	72.90	6,276	3,659	70.36

5. Associated administrative costs are borne by the UKAEA who recover the appropriate proportion from the other participating employers.

6. Symbols are explained in the Introduction to this booklet.

# Department of Trade and Industry: UKAEA pension schemes

## Part I

	£
<b>Request for Resources 1: Effective management of UKAEA pension schemes</b>	<b>288,883,000</b>
<b>Total net resource requirement</b>	<b>288,883,000</b>
<b>Net cash requirement</b>	<b>68,235,000</b>

Amounts required in the year ending 31 March 2008 for expenditure by the Department of Trade and Industry: UKAEA pension schemes on:

### RfR 1: Effective management of UKAEA pension schemes

Payment of pensions etc., to members of the United Kingdom Atomic Energy Authority superannuation schemes and the related expenditure and associated non-cash items.

The **Department of Trade and Industry: UKAEA pension schemes** will account for this Estimate.

	Net total	Allocated in Vote on Account	Balance to complete
<b>RfR 1</b>	<b>288,883,000</b>	<b>93,239,000</b>	<b>195,644,000</b>
<b>Total net resource requirement</b>	<b>288,883,000</b>	<b>93,239,000</b>	<b>195,644,000</b>
<b>Net cash requirement</b>	<b>68,235,000</b>	<b>29,952,000</b>	<b>38,283,000</b>

**Part II: Subhead detail**

										<b>£'000</b>	
<b>2007-08 Provision</b>										<b>2006-07 Provision</b>	<b>2005-06 Outturn</b>
<b>Resources</b>						<b>Capital Non- operating</b>		<b>Net Total</b>	<b>Net Total</b>		
<b>Admin</b>	<b>Other Current</b>	<b>Grants</b>	<b>Gross Total</b>	<b>A in A</b>	<b>Net Total</b>	<b>Capital</b>	<b>A in A</b>	<b>Resources</b>	<b>Resources</b>		
<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>		
<b>RfR 1: Effective management of UKAEA pension schemes</b>											
-	-	390,059	390,059	101,176	288,883	-	-	247,651	268,026		
<b>Spending in Annually Managed Expenditure (AME)</b>											
<i>Central Government spending</i>											
A Payments of pensions, transfer values and repayments of contributions											
-	-	390,059	390,059	101,176	288,883	-	-	247,651	268,026		
<b>Total for Estimate:</b>											
-	-	390,059	390,059	101,176	288,883	-	-	247,651	268,026		

**Part II: Resource to cash reconciliation**

	<b>£'000</b>		
	<b>2007-08 Provision</b>	<b>2006-07 Provision</b>	<b>2005-06 Outturn</b>
<b>Net Resource Requirement</b>	<b>288,883</b>	<b>247,651</b>	<b>268,026</b>
<b>Voted capital items</b>			
Capital	-	-	-
Less Non-operating A-in-A	-	-	-
<b>Total net voted capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Accruals to cash adjustment</b>			
Adjustments to remove non-cash items:			
Cost of Capital charges	-	-	-
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-390,059	-341,020	-297,000
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	-	-	1,460
Use of provisions	169,411	164,317	162,630
<b>Total accruals to cash adjustments</b>	<b>-220,648</b>	<b>-176,703</b>	<b>-132,910</b>
<b>Excess cash to be CFERd</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Cash Requirement</b>	<b>68,235</b>	<b>70,948</b>	<b>135,116</b>

### 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):

	<b>£'000</b>					
	<b>2007-08</b>		<b>2006-07</b>		<b>2005-06</b>	
	<b>Provision</b>		<b>Provision</b>		<b>Outturn</b>	
	<b>Income</b>	<i>Receipts</i>	<b>Income</b>	<i>Receipts</i>	<b>Income</b>	<i>Receipts</i>
Operating income not classified as A in A	-	-	60,720	<i>60,720</i>	1,013	<i>1,076</i>
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	-	-	-	-	-	-
<b>Total</b>	-	-	<b>60,720</b>	<b><i>60,720</i></b>	<b>1,013</b>	<b><i>1,076</i></b>

## Forecast Combined Revenue Account

	£'000		
	2007-08 Provision	2006-07 Provision	2005-06 Outturn
<b>Net Programme Costs</b>			
RfR 1	288,883	186,931	267,013
<i>of which:</i>			
Income			
Contributions received	93,287	146,200	24,528
Transfers in	7,889	7,889	5,459
Other income receivable	-	-	-
Total Income	101,176	154,089	29,987
Expenditure			
Increase in liability	152,024	115,622	99,698
Interest on scheme liability	238,035	225,398	197,302
Other expenditure	-	-	-
Total Expenditure	390,059	341,020	297,000
<b>Total Net Programme costs</b>	<b>288,883</b>	<b>186,931</b>	<b>267,013</b>
<b>Total Net Operating Cost</b>	<b>288,883</b>	<b>186,931</b>	<b>267,013</b>
<i>of which:</i>			
Net Resource Requirement	288,883	247,651	268,026
Non-voted expenditure	-	-	-
Consolidated Fund Extra Receipts	-	-60,720	-1,013
<b>Resource Budget</b>	<b>288,883</b>	<b>186,931</b>	<b>267,013</b>

## Notes to the Main Estimate (*continued*)

### Reconciliation of resource expenditure between Estimates, Accounts and Budgets

	£'000		
	2007-08 Provision	2006-07 Provision	2005-06 Outturn
<b>Net Resource Requirement (Estimates)</b>	288,883	247,651	268,026
<i>Adjustments to remove:</i>			
Provision voted for earlier years	-	-	-
<i>Adjustments to additionally include:</i>			
Non-voted expenditure in the OCS	-	-	-
Consolidated Fund Extra Receipts in the OCS	-	-60,720	-1,013
Other adjustments	-	-	-
<b>Net Operating Cost (Accounts)</b>	288,883	186,931	267,013
<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	-	-	-
<b>Resource Budget (Budget)</b>	288,883	186,931	267,013
<i>of which:</i>			
Departmental Expenditure Limits (DEL)	-	-	-
Annually Managed Expenditure (AME)	288,883	186,931	267,013

### Reconciliation of capital expenditure between Estimates and Budgets

	£'000		
	2007-08 Provision	2006-07 Provision	2005-06 Outturn
<b>Net Voted Capital (Estimates)</b>	-	-	-
<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	-	-	-
<b>Capital Budget (Budget)</b>	-	-	-
<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 Resources within this Estimate.

**Request for Resources 1:** Sir Brian Bender, Permanent Head of the Department

Sir Brian Bender as the Accounting Officer of the Department of Trade and Industry: UKAEA pension schemes 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 Department of Trade and Industry: UKAEA pension schemes.

The responsibilities of an Accounting Officer are set out in Annex 4.1 of Government Accounting. 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)

	<b>£'000</b>		
	<b>2007-08 Provision</b>	<b>2006-07 Provision</b>	<b>2005-06 Outturn</b>
<b>RfR 1: Effective management of UKAEA pension schemes</b>			
<b>Programme</b>	<b>101,176</b>	<b>93,369</b>	<b>28,974</b>
<i>of which:</i>			
Pension scheme related income	101,176	154,089	29,987
CFERs	-	-60,720	-1,013
<b>Total RfR 1</b>	<b>101,176†</b>	<b>93,369</b>	<b>28,974</b>
<i>† Amount that may be applied as operating appropriations in aid in addition to the net total arising from: receipts for employers' and employees' contributions and transfer values received.</i>			
<b>Total Operating A in A</b>	<b>101,176</b>	<b>93,369</b>	<b>28,974</b>

## Notes to the Main Estimate (*continued*)

### Analysis of Consolidated Fund extra receipts

	<b>£'000</b>					
	<b>2007-08</b>		<b>2006-07</b>		<b>2005-06</b>	
	<b>Provision</b>		<b>Provision</b>		<b>Outturn</b>	
	<b>Income</b>	<b>Receipts</b>	<b>Income</b>	<b>Receipts</b>	<b>Income</b>	<b>Receipts</b>
Pension Contributions under Scape Regulations (Superannuation Contributions adjusted for Past experience) Δ	-	-	60,720	60,720	-	-
Excess A in A Δ	-	-	-	-	1,013	1,076
<b>Total</b>	-	-	<b>60,720</b>	<b>60,720</b>	<b>1,013</b>	<b>1,076</b>

## 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 2007-08 of £288,883,000 is 16.6 per cent higher than the final net provision for 2006-07 of £247,651,000 and 16.6 per cent higher than the forecast outturn for 2006-07 of £247,713,000.

### Cash which may be retained to offset expenditure

	<b>£'000</b>		
	<b>2007-08 Provision</b>	<b>2006-07 Provision</b>	<b>2005-06 Outturn</b>
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.	101,176	93,369	28,974

