



The Public Service Pensions (Valuations and Employer Cost Cap) (Amendment) (No. 2) Directions 2014

The Treasury, in exercise of the powers conferred on them by sections 11(2) and 12(3) of the Public Service Pensions Act 2013^(a), make the following Directions.

Citation and entry into force

1. These Directions may be cited as the Public Service Pensions (Valuations and Employer Cost Cap) (Amendment) (No. 2) Directions 2014, and come into force on the date that they are signed.

Amendment of the 2014 Directions

2. The Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 are amended as follows.

3. In direction 3(2) for the word “connected” to the end substitute “connected schemes, unless an exception is specified in that Schedule.”.

4. In direction 31, renumber the existing provision as paragraph (1) of the direction and at the end insert—

“(2) For the purpose of calculating the contribution yield required by paragraph (1) for a scheme providing benefits to members of the judiciary, the contribution yield should be determined as if no members of the scheme have any entitlement to exceptions made under sections 18(5) to (7) of the 2013 Act.”

5. In direction 53(5) for “the contribution rate” substitute “A”.

6. After direction 53(6) insert—

“(7) For the purpose of calculating B in paragraph (1) for a scheme providing benefits to members of the judiciary, the contribution yield expected from normal member contributions to the relevant old scheme during the implementation period should be determined as if no members of the relevant old scheme have any entitlement to exceptions made under sections 18(5) to (7) of the 2013 Act.”

7. In the second row of the table in Schedule 1 (the judiciary), after the entry in the second column add “*Exception:* The scheme constituted by regulation 1.3 (insofar as that regulation relates to Part II) and Part II of the Judicial Pension (Additional Voluntary Contributions) Regulations 1995”.

8. In the third row of the table in Schedule 1 (local government workers (England and Wales)), for the entry in the second column substitute “The scheme established in the Local Government Pension Scheme Regulations 2013 and the Local Government Pension Scheme (Transitional Provisions, Savings and Amendment) Regulations 2014, to the extent that those Regulations are not deemed to be a scheme made under section 1 of the 2013 Act by section 28 of that Act”.

9. In the third row of the table in Schedule 3 (local government workers (England and Wales))—

- (a) for the entry in the second column substitute “The scheme established in the Local Government Pension Scheme Regulations 2013 and the Local Government Pension Scheme (Transitional Provisions, Savings and Amendment) Regulations 2014, insofar as those Regulations are not deemed to be a scheme made under section 1 of the 2013 Act by section 28 of that Act”; and
- (b) for the entry in the third column substitute “The scheme established in the Local Government Pension Scheme Regulations 2013 and the Local Government Pension Scheme (Transitional Provisions, Savings and Amendment) Regulations 2014, insofar as those Regulations are deemed to be a scheme made under section 1 of the 2013 Act by section 28 of that Act”.

Signed

27 August 2014

Julian Kelly
Director General, Public Spending and Finance
for Her Majesty’s Treasury