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1. **Introduction**

1.1. The Public Sector Pensions Authority (PSPA) was established in 2012, as the Statutory Board responsible for the administration and management of the majority of public sector pension schemes (the 'schemes') as defined in the Public Sector Pensions Act 2011 (the 'Act').

1.2. Board Members are appointed by the Council of Ministers and comprise of a legally qualified Chair, who is independent of employer and employee interests, two Members representing the interests of employers, one being the Chair of the Public Services Commission, who is also the Vice-Chair of the PSPA. Two further Members represent the interests of employees, one being nominated by the Isle of Man Trades Council and the other by any other Isle of Man trade union body representing the interests of public sector employees.

1.3. The Board operates in a similar way to a corporate trustee for a private sector pension scheme, with the Board members representing the interests of all the schemes' beneficiaries and not solely the interests of the body or union that nominated them. However, the Board is not constituted as a Trustee Board and does not therefore have the same fiduciary responsibilities.

1.4. Under the Act, the PSPA is responsible for ensuring that the schemes are properly maintained and administered. The Board meets on a regular basis to consider management and administrative matters, delegating the day to day management and administration to the officers of the PSPA.

1.5. Under the Act the functions of the PSPA include:

- Administering and managing the majority of the public sector pension schemes established in the Island;

- Acting as a policy adviser to the Council of Ministers on the superannuation of public sector employees;

- Making and amending public sector superannuation schemes, subject to Tynwald approval; and

- Preparing annual accounts hereafter referred to as financial statements, relating to those schemes it administers and manages.

1.6. The Isle of Man Treasury and Cabinet Office provide the PSPA with finance and payroll services. In practice, the PSPA coordinates and administers the calculation and set up of expenditure and monitors income, whilst the Treasury makes payments and receives funds from contributions and transfers to the schemes.
PSPA’s Mission Statement

1.7. To deliver high quality pension and other superannuation benefit services, which are customer focused and cost effective for all stakeholders.

PSPA’s Management and Administration Costs

1.8. In accordance with section 9(3)(c) of the Act, the cost for the management and administration of the schemes must be paid by the PSPA out of monies provided by Tynwald or from such other sources of funding as is approved by Tynwald. These costs are not reflected in the annual report and financial statements of the individual schemes.
2. **Public Sector Pensions Authority Board**

Mr J Carter, LLB  Chair (Independent)  Re-appointed 12 January 2017

PSPA Members representing the interests of Employers

Hon C C Thomas, MHK  Vice Chair  Appointed 3 November 2016
Mr D J Ashford, MHK  Appointed 3 November 2016
Mr J P Shimmin, MHK  Resigned 3 November 2016
Mr T Wild, MLC  Resigned 3 November 2016

PSPA Members representing the interests of Employees

Mr E Holmes  Re-appointed 1 February 2017
Ms A Moffatt  Appointed 24 November 2015
3. **Public Sector Pensions Authority Advisers**

Scheme Management and Administration  
Public Sector Pensions Authority  
3rd Floor Prospect House  
27-29 Prospect Hill  
Douglas  
Isle of Man IM1 1ET

Financial and Payroll Services  
Office of Human Resources  
Payroll Team  
Cabinet Office  
Illiam Dhone House  
Circular Road  
Douglas  
Isle of Man IM1 3AG

Scheme Actuary  
Hymans Robertson LLP  
20 Waterloo Street  
Glasgow G2 6DB

Independent Auditor  
PricewaterhouseCoopers LLC  
Third Floor  
Sixty Circular Road  
Douglas  
Isle of Man IM1 1SA

Bankers (via Treasury)  
Isle of Man Bank Limited  
2 Athol Street  
Douglas  
Isle of Man IM99 1AN
4. Public Sector Pensions Authority Board’s Report

4.1. The Judicial Pension Scheme 1992 (the ‘Scheme’) is a public sector pension scheme which commenced on 1 May 1992.

4.2. The Scheme is an unfunded, contributory, voluntary membership, defined benefit scheme which provides retirement, death and dependants’ benefits for qualifying members.

The Rules Affecting the Scheme

4.3. The Rules governing the management and administration of the Scheme were implemented under Section 1 and 12 of the Superannuation Act 1984.

4.4. The Scheme now operates under the Public Sector Pensions Act 2011, which has superseded the Superannuation Act 1984.

4.5. The Scheme was replaced by the Judicial Pension Scheme 2004, and is now closed to new members.

Analogous to the UK Judicial Pension Scheme

4.6. The Scheme is consistent with the United Kingdom Judicial Pension Act 1981 (as amended) and related orders and regulations, subject to modifications. However, changes to the UK Scheme only apply in the Isle of Man if a consultation has taken place with affected members, their representatives, Treasury, relevant Departments and Boards prior to approval being sought in Tynwald for the Scheme amendment.

Sponsoring Employer

4.7. There are no active scheme members only pensioners, and as such no sponsoring employers.

Information about the Scheme

4.8. Information about the Scheme is provided in the “member guide”, available from the PSPA office.
**Benefits of the Scheme**

4.9. Benefits under the Scheme are calculated using final pensionable pay and length of pensionable service.

4.10. Further information about the Scheme’s benefits is contained in the “member guide”.

**Annual Pension Increase**

4.11. Pension increases are made in accordance with the Pensions (Increase) Act 1974, by way of the Isle of Man Treasury’s Pensions Increase (Annual Review) Order. The Order is made under Section 59 of The Social Security Pensions Act 1975, as it has effect in the Isle of Man, which requires the Isle of Man Treasury to increase the annual rate of an “official pension” by the same percentage as it is raised by the Secretary of State for Work and Pensions in the United Kingdom.

4.12. Pension increases are linked to those for additional state pension, such as the State Second Pension, and any uprating takes into account the rate of UK inflation over the previous year to September.

4.13. The pension increase on 6 April 2016 was in line with the UK’s Consumer Prices Index for the 12 months to September 2015, and this was 0%. The Scheme’s pensioner members have been informed that there is no pension increase this year.

**Membership Information**

4.14. Details of the membership of the Scheme are as follows:

<table>
<thead>
<tr>
<th></th>
<th>31 March 2017</th>
<th>31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pensioners</td>
<td>4</td>
<td>4</td>
</tr>
<tr>
<td>Total membership</td>
<td>4</td>
<td>4</td>
</tr>
</tbody>
</table>
Movements within the Scheme’s Pensioner Membership during the Year

<table>
<thead>
<tr>
<th>Pensioner membership</th>
<th>2016/17</th>
<th>2015/16</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pensioner members on 1 April</td>
<td>4</td>
<td>4</td>
</tr>
<tr>
<td><strong>Additions</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Retirements</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td><strong>Reductions</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deaths in retirement</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td><strong>Pensioner membership on 31 March</strong></td>
<td>4</td>
<td>4</td>
</tr>
</tbody>
</table>

Note: The figures include Pensioners, Child Allowances, Surviving Adult Dependent Pensions, Injury Pensions/Awards and Additional Pension beneficiaries.

Funding Status

4.15. The PSPA has undertaken an assessment of the future funding of all the schemes it manages and administers on a collective basis. The PSPA expects the schemes, including this Scheme, to continue operating on an unfunded basis for the foreseeable future, with any shortfall between income and expenditure being funded by the Treasury.

Accounting Records

4.16. Prior to 1 April 2012, the Scheme’s accounting records were maintained on a cash receipts and payments basis and there was no requirement to prepare financial statements.

4.17. Since 1 April 2012, the PSPA has been responsible for the preparation of the Scheme's financial statements in accordance with the Public Sector Pensions Act 2011 (the 'Act'). The PSPA has concluded that this Scheme’s accounting records should be prepared on an accruals basis.

Statement of PSPA Board Responsibilities

4.18. The financial statements, which are prepared in accordance with United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", are the responsibility of the PSPA. The Act requires the PSPA to make available to the Council of Ministers audited financial statements for each scheme year which means that they should:

- Show a true and fair view of the financial transactions of the Scheme during the Scheme year and of the amount and disposition at the end of the Scheme year of its assets and liabilities, other than the liabilities to pay relevant benefits after the end of the Scheme year; and

- Contain the information specified by United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", including a statement whether the financial statements have been prepared in accordance with the guidance set out in Statement of...
Recommended Practice "Financial Reports of Pension Schemes" (Revised November 2014) ("the SORP").

4.19. The PSPA has supervised the preparation of the financial statements and has agreed suitable accounting policies to be applied consistently, making any estimates and judgments on a prudent and reasonable basis.

4.20. The PSPA is also responsible for making available certain other information about the Scheme in the form of an Annual Report.

4.21. The PSPA is also responsible for keeping records in respect of contributions received by Treasury in relation to any active member of the Scheme and for monitoring whether contributions are made to the Scheme by the employers in accordance with the Scheme Rules and the recommendation of the Scheme actuary.

4.22. The PSPA also has a general responsibility for ensuring that adequate accounting records are kept and for taking such steps as are reasonably open to them to safeguard the assets of the Scheme (if any) and to prevent and detect fraud and other irregularities, including the maintenance of an appropriate system of internal control.

4.23. The PSPA is also responsible for the maintenance and integrity of the PSPA website. Legislation in the Isle of Man governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Further Information

4.24. The legacy funding gap, the difference between contribution income and expenditure is being investigated by PSPA and the Treasury in conjunction with Tynwald Members to present full options and recommendations in a report to November 2017 sitting of Tynwald.

4.25. Enquiries about the Scheme generally, or about an individual member’s entitlements to benefit, should be addressed to:-

Scheme Administrator
Public Sector Pensions Authority
3rd Floor Prospect House
27-29 Prospect Hill
Douglas
Isle of Man
IM1 1ET

[Signatures]
Mr J Carter, LLB
Chair, PSPA
13 November 2017

Hon C C Thomas, MHK
Vice Chair, PSPA
13 November 2017
5. **Actuarial Statement**

**Address and Purpose**

5.1. This statement has been prepared for the Public Sector Pensions Authority ("PSPA"). The purpose of this statement is to set out the disclosures required for the 2016/17 Annual Report and Accounts of the Judicial Pension Scheme 1992 ("the Scheme").

**Description of the Scheme**

5.2. The Scheme is one of a number of unfunded defined benefit schemes with relatively small numbers of members in the Isle of Man that are governed by the PSPA.

5.3. The Scheme was replaced by the Judicial Pension Scheme 2004, and is now closed to new members. There are now only pensioner members remaining in the scheme.

**Principal Actuarial Assumptions and Method used to Value the Liabilities**

5.4. The financial and demographic assumptions adopted are consistent with those used for the actuarial valuation of the PSPA pension schemes as at 31 March 2016. Details are set out below.

5.5. Data provided by the PSPA for the purpose of the 2016 actuarial valuation was used in the preparation of this statement.

**Method**

5.6. The liabilities were assessed using an accrued benefits method which takes into account pensionable membership up to the valuation date, and makes an allowance for expected future salary growth to retirement or expected earlier date of leaving pensionable membership.

**Assumptions**

5.7. The same financial and demographic assumptions were adopted for all PSPA pension schemes at the 2016 valuation.

5.8. The key financial assumptions adopted are set out below.

<table>
<thead>
<tr>
<th>Financial assumptions</th>
<th>31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>% p.a. Nominal</td>
</tr>
<tr>
<td>Discount rate</td>
<td>4.5%</td>
</tr>
<tr>
<td>Pay increases</td>
<td>4.0%</td>
</tr>
<tr>
<td>Price inflation/Pension increases</td>
<td>2.0%</td>
</tr>
</tbody>
</table>
5.9. The key demographic assumption is the allowance made for longevity. The life expectancy assumptions are based on the Club Vita tables used for the 2016 PSPA valuations, with improvements in line with the CMI 2013 projections model, assuming that the recent rate of improvements will start to tail off immediately before reaching a long term rate of improvement of 1.25% p.a.

5.10. Based on these assumptions, the average future life expectancies at age 65 are summarised below:

<table>
<thead>
<tr>
<th></th>
<th>Males</th>
<th>Females</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Pensioners</td>
<td>22.7 years</td>
<td>24.3 years</td>
</tr>
</tbody>
</table>

Please note, the life expectancy assumption adopted for the 2016 valuation of the PSPA pension schemes is different to that adopted for the 2015/16 actuarial statement.

**Other Demographic Assumptions**

5.11. Family details - A varying proportion of members are assumed to be married (or have an adult dependant) at retirement or on earlier death. Husbands are assumed to be 3 years older than wives.

**Value of Past Service Liabilities as at 31 March 2016**

5.12. The PSPA commissioned an actuarial valuation of the Scheme as at 31 March 2016. This valuation revealed the past service liabilities of the Scheme as at 31 March 2016 to be £1.65m.

5.13. Technical Actuarial Standard (TAS)\(^1\) 100 is applicable in relation to this report.

Peter Summers FFA  
For and on behalf of Hymans Robertson LLP  
Scheme Actuary

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\(^1\) Technical Actuarial Standards (TASs) are issued by the Financial Reporting Council (FRC) and set standards for certain items of actuarial work, including the information and advice contained in this report.
6. Independent Auditor’s report to the PSPA Board in respect of the Judicial Pension Scheme 1992

Report on the financial statements

Our opinion

In our opinion the Judicial Pension Scheme 1992 financial statements:

- Show a true and fair view of the financial transactions of the Scheme during the year ended 31 March 2017, and of the amount and disposition at that date of its assets and liabilities, other than liabilities to pay pensions and benefits after the end of the year; and

- Have been properly prepared in accordance with United Kingdom Accounting Standards, comprising FRS 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland”.

What we have audited

The Judicial Pension Scheme 1992 financial statements, which are prepared by the PSPA, comprise:

- The statement of net assets available for benefits as at 31 March 2017;

- The fund account for the year then ended; and

- The notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in their preparation comprises applicable Isle of Man law and United Kingdom Accounting Standards, comprising FRS 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland”. In applying the financial framework, the PSPA has made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Responsibilities for the financial statements and the audit

Our responsibilities and those of the PSPA

As explained more fully in the statement of PSPA responsibilities, the PSPA is responsible for the preparation of the financial statements and being satisfied that they show a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable Isle of Man law and International Standards on Auditing (UK & Ireland) (“ISAs (UK & Ireland)”). Those standards require us to comply with the Auditing Practices Board’s Ethical Standards for Auditors.
This report including the opinion has been prepared for and only for the PSPA as a body in accordance with the Public Sector Pensions Act 2011 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purposes or any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- Whether the accounting policies are appropriate to the scheme’s circumstances and have been consistently applied and adequately disclosed;

- The reasonableness of significant accounting estimates made by the PSPA; and

- The overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the PSPA’s judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

PricewaterhouseCoopers LLC
Chartered Accountants
Douglas, Isle of Man
13 November 2017
### 7. Fund Account for the Year Ended 31 March 2017

<table>
<thead>
<tr>
<th>Notes</th>
<th>2017 £000</th>
<th>2016 £000</th>
</tr>
</thead>
<tbody>
<tr>
<td>Benefits and other outgoings</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Benefits</td>
<td>9.12</td>
<td>(208)</td>
</tr>
<tr>
<td>Net withdrawals from dealings with members</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>(208)</td>
<td>(208)</td>
</tr>
<tr>
<td>Net assets of the Scheme at 1 April</td>
<td></td>
<td>0</td>
</tr>
<tr>
<td>Cancellation of current assets and current liabilities</td>
<td>9.4 to 9.7</td>
<td>208</td>
</tr>
<tr>
<td>Net assets of the Scheme at 31 March</td>
<td></td>
<td>0</td>
</tr>
</tbody>
</table>

7.1. The notes on pages 17 to 19 form part of these financial statements.
8. Statement of Net Assets Available for Benefits as at 31 March 2017

<table>
<thead>
<tr>
<th></th>
<th>Notes</th>
<th>2017 £000</th>
<th>2016 £000</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current assets</td>
<td>9.4 to 9.7</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Current liabilities</td>
<td>9.4 to 9.7</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td><strong>Net assets available for benefits</strong></td>
<td></td>
<td><strong>0</strong></td>
<td><strong>0</strong></td>
</tr>
</tbody>
</table>

8.1. The notes on pages 17 to 19 form part of these financial statements.

8.2. The financial statements summarise the transactions of the Scheme and deal with the net assets at the disposal of the PSPA. They do not take account of obligations to pay pensions and benefits which fall due after the end of the Scheme year. The actuarial position of the Scheme, which does take account of such obligations, is dealt with in the actuarial statements on pages 11 to 12, and these financial statements should be read in conjunction with them.

8.3. These financial statements were approved by the PSPA Board on 13 November 2017.

Mr J Carter, LLB  
Chair, PSPA  
13 November 2017

Hon C C Thomas, MHK  
Vice Chair, PSPA  
13 November 2017
9. **Notes to the Financial Statements for the Year Ended 31 March 2017**

**Statement of Compliance**

9.1. The financial statements have been prepared in accordance with applicable Isle of Man law, United Kingdom Accounting Standards ("UKAS"), including the Financial Reporting Standard (FRS) 102 – The Financial Reporting Standard applicable in the UK and Republic of Ireland issued by the Financial Reporting Council ("FRS 102") and the guidance set out in the Statement of Recommended Practice “Financial Reports of Pension Schemes” (Revised November 2014)(the “SORP”), and comply with UKAS to the extent that it is considered to be appropriate for an unfunded pension scheme.

**Basis of Accounting**

9.2. Prior to 1 April 2012, the legacy schemes’ accounting records were maintained on a cash receipts and payments basis and there was no requirement to prepare financial statements. The PSPA and Treasury agreed that historic debtor and creditor balances between the legacy schemes, the sponsoring employers and the Treasury would be cancelled as the legacy schemes’ accounting records contain insufficient information on these balances at the date these schemes closed, being 31 March 2012.

9.3. Since 1 April 2012, the PSPA has been responsible for the preparation of the Scheme’s financial statements in accordance with the Public Sector Pension Act 2011 (the 'Act'). The PSPA has concluded that this Scheme’s accounting records should be prepared on an accruals basis.

**Accounting Treatment – Cancellation of Current Assets and Current Liabilities**

9.4. The Scheme operates on an unfunded basis and as such a separate fund has not been established from which the Scheme can pay the members' benefits and other out-goings.

9.5. As a consequence, the PSPA and Treasury have agreed that with effect from 1 April 2012 that neither party will seek the payment of the amounts due from the other party being:

- Amounts due from the sponsoring employers to the PSPA, mostly contributions which have been collected by the Treasury and paid into the Isle of Man Government’s General Reserves; and

- Amounts due from the PSPA to the Treasury, mostly members' benefits and other out-goings paid by the Treasury.

9.6. This agreement is subject to the Treasury continuing to provide sufficient additional funding, to meet the Scheme's financial obligations to pay pensions as they fall due after the end of the Scheme year.

9.7. The financial statements and the notes to the financial statements have been prepared on this basis. The cancellation of these balances occurs annually, as reflected in the fund account. The PSPA has concluded that this accounting treatment presents fair and true view of the Scheme’s position and financial performance.
Accounting Policies

9.8. The following principal accounting policies, which have been applied consistently, have been adopted in the preparation of the financial statements.

Currency

9.9. The Scheme’s functional currency and presentational currency is pound sterling (GBP).

Other Payments

9.10. Administrative expenses are borne by the PSPA and have not been reflected in these financial statements.

Funding of Current Year Benefits and Other Outgoings

9.11. Benefits and other out-goings are funded on a ‘pay as you go’ basis, using funding provided by the Treasury, including transfers from the Public Service Employees Pension Reserve (‘PSEPR’), a non ring-fenced reserve of the Isle of Man Government.


<table>
<thead>
<tr>
<th></th>
<th>2017 £000</th>
<th>2016 £000</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pensions</td>
<td>(208)</td>
<td>(208)</td>
</tr>
<tr>
<td><strong>Benefits Total</strong></td>
<td><strong>(208)</strong></td>
<td><strong>(208)</strong></td>
</tr>
</tbody>
</table>

Related Party Transactions

9.13. Related party transactions and balances comprise:

- During the financial year there were no serving PSPA members, or their close family, who were active, deferred or pensioner members (2016: no active, deferred or pensioner members);
- The provision of administrative services by the PSPA and Treasury was without recharge to the Scheme (see note 9.10); and
- Fees and expenses of £4,000 (2016: £4,000) paid by the PSPA, on behalf of all the Schemes that it administers to certain PSPA members that were not in the current employment of any of the sponsoring employers.

Contingent Liabilities and Commitments

9.14. In the opinion of the PSPA the Scheme has no contingent liabilities and commitments other than those items disclosed elsewhere in the financial statements.
Investment risk

9.15. The Scheme holds no financial assets in its own right and, as stated in the "Accounting treatment – Cancellation of current assets and current liabilities" section amounts due to and from the Treasury are cancelled on an annual basis, as reflected in the fund account. As a consequence, no disclosure of information is required by FRS 102.

Future funding

9.16. The PSPA has performed an assessment of when the contractual obligations to pay pensions and benefits will fall due after the balance sheet date and, how these contractual obligations will be funded. This assessment has been performed on a combined basis for all public sector pension schemes (the 'schemes') as defined under the Public Sector Pensions Act 2011 (the 'Act').

9.17. The policy adopted in the 2017 Isle of Man Government Budget and Five Year Financial Plan is to cover the 'funding gap' between the overall cost of pensions and the contributions to the schemes through utilisation of the Public Service Employees Pensions Reserve. Once that reserve is depleted, there is an anticipated additional £58m pressure on the general revenue position, which the Five Year Financial Plan will allow to be accommodated within the revenue targets through a combination of income growth, expenditure restraint and cost savings over that period.

9.18. There continues to be a legacy funding gap between the schemes’ cash payments and cash receipts as described in the Cabinet Office paper called ‘Public Sector Pensions – Addressing the Legacy Funding Gap’, which was informally discussed with Tynwald Members and alluded to in the pensions debate and Motion in June 2016 Tynwald. The work undertaken by the Cabinet Office indicated that:-

- Government funding will need to increase annually, reaching a forecast £155.6m by 2034/35; and that

- Government funding will continue to be met through a combination of transfers from General Revenue and the non ring-fenced Public Service Employees Pension Reserve ('PSEPR') until the PSEPR is exhausted in 2020/21 (based on current budget projections). The PSEPR's market value at 31 March 2017 was £181.4 million (2016: £191.6 million).

9.19. A revised motion was approved at the February sitting of Tynwald, which committed the PSPA and Treasury to further investigate options for managing the legacy position in the long term in order to report back to the Council of Ministers so that it can put forward full options and proposals to Tynwald by November 2017.

9.20. Irrespective of the uncertainties over the future funding arrangements for the Schemes based on the Isle of Man Government’s future financial projections, the PSPA has concluded that the schemes can continue to meet their contractual obligations as they fall due.