



Public Sector Pensions Authority

Operations Report

Quarter 2 2022-23

December 2022



**Isle of Man**  
Government

*Reilrys Ellan Vannin*

## Operations Report

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## Executive summary

### Membership Information

The figures shown on pages 5 to 8 reflect current membership data held by the PSPA.

### Work Statistics

The number of tasks outstanding at the end of the quarter is 517. This exceeds the operational goal of having no more than 300 tasks outstanding. The total output over the quarter was 3121 cases completed, with 2706 cleared within the service Level Agreements (SLA) shown below, resulting in performance 87%.

### Service Level Agreements (SLA)

The service level agreements are:

5 working days for miscellaneous enquiries

7 working days for Estimates

8 working days for New Starters

9 working days for Transfers, Deaths, Deferred Preservations, Refunds and Awards

### Operation Team - Work for the next period (Q3 2022-23)

#### Employer Data

The timeliness and accuracy of starter and leaver data being submitted by OHR has improved but there is still a backlog of missing information and delays in receiving leaver salary and service information. Work continues on improving the quality of the data and to provide it in an automated format. However, programming work for the automated provision of monthly data from PiP has been shelved. Work by the team to address the backlog of work caused by this issue is progressing.

#### Annual Benefit Statements to March 2022

Production of the annual statements for the active members has been completed, many of which have been posted to members. Approximately 400 statements are being manually prepared and checked and will be sent out over the next two months.

## PSPA administration team

Below are the contact details of the team administering the IOM Public Service Pension Schemes:

Team Member	Name	Contact Details
<b>Operations Manager</b> (Data, refunds, transfers, Annual Benefit Statements)	Catherine Devine	T 685717 E <a href="mailto:catherine.devine@pspa.im">catherine.devine@pspa.im</a>
<b>Data Manager</b>	Mark Williams	T 687097 E <a href="mailto:mark.williams@pspa.im">mark.williams@pspa.im</a>

### Pension Scheme Membership information

This section sets out the membership profile of each scheme as at the 30 September 2022. The PSPA reports the number of memberships in a scheme not the number of individual members. This is because schemes operate a "one employment equals one membership" rule. As such, members who are employed in multiple employments will have multiple memberships.

#### Active Memberships

Scheme Name	Active Memberships
Isle of Man Government Unified Scheme	10009
Judicial Scheme 2004	7
Police Pension Regulations 1991 and 2010	231
Teachers Superannuation Order 2010	1347
<b>Total</b>	<b>11594</b>

#### Deferred Members with Preserved Benefits

Scheme Name	Deferred Memberships
Isle of Man Government Unified Scheme	3091
Police Pension Regulations 1991 and 2010	68
Teachers Superannuation Order 2010	394
The Superannuation Manual Workers No1 Scheme	3
Judicial Scheme 2004	1
<b>Total</b>	<b>3557</b>

#### Pensioners

Scheme Name	Pensioner Memberships
Isle of Man Government Unified Scheme	6457
Judicial Scheme 2004 and 1992	10
Police Pension Regulations 1991 and 2010	299
Teachers Superannuation Order 2010	1195
The Superannuation Manual Workers No1 Scheme	48
<b>Total</b>	<b>8009</b>

## Retirement Cases

The table below details the number and description of Retirement Cases completed during the reporting period.

Scheme	Description	Number
Unified Scheme	Normal Retirement	76
Unified Scheme	Ill Health Retirement	0
Police Schemes	Normal Retirement	1
Teachers	Normal Retirement	23

Description Key	Type
Normal Retirement	Member has collected their pension entitlement at or after their schemes permitted retirement age.
Ill Health Retirement	Member has been awarded their pension early due to ill health
Actuarial Reduced Retirement	Member has collected their pension earlier than the schemes Normal Retirement Age
Augmented Retirement	Member has retired on grounds of redundancy or approved early retirement and received augmented benefits

### Forthcoming retirements

This section highlights the members of the schemes who will attain or will be beyond their Normal Retirement Date (NRD) within the next quarter.

<b>Scheme</b>	<b>Normal Retirement Age (NRA)</b>	<b>Number</b>
Judicial 2004	65	1
Police 1991	55	7
Teachers	60 or 65	91
Unified Scheme	65	250

#### NOTE

- For the purposes of this report we have assumed a NRA for all Unified Scheme members is age 65.
- Although this table is based upon the Normal Retirement Age (NRA) for each Scheme, there are variations which mean that some members can retire at differing ages and a number of members retire after NRA. For the purpose of this table, only the Normal Scheme Retirement Age has been analysed.

## Financials

The Table on pages 9, 10 and 11 reports the income and expenditure from the schemes managed by the PSPA for the year ended 30 September 2022. It also includes data for the previous five full years for comparison purposes. It is important to note that these figures are compiled on a cash flow basis and are unaudited. Furthermore, the figures are subject to rounding and may not correctly total.

### Commentary and Observations:

1. There were 99 retirements recorded in the quarter to 30 September 2022. The total number of retirements for previous years are listed in the table below:

<b>Scheme Year</b>	<b>Number of retirements</b>
2010-11	224
2011-12	353
2012-13	368
2013-14	366
2014-15	393
2015-16	398
2016-17	345
2017-18	355
2018-19	328
2019-20	279
2020-21	297
2021-22	294
2022-23	191

2. For the year end to 30 September 2022 the average retirement age for retirements was 60 years. The average retirement ages are shown below:

<b>Scheme Year</b>	<b>Average Retirement Age</b>
2013-14	59 years and 7 months
2014-15	59 years and 2 months
2015-16	59 years and 2 months
2016-17	59 years and 7 months
2017-18	59 years and 6 months
2018-19	59 years and 4 months
2019-20	59 years and 10 months
2020-21	59 years and 6 months
2021-22	59 years and 9 months

3. Transfers-in: total transfers into the schemes to the end of the quarter is £1.7m
4. Transfers-out: total transfers out from the schemes to the end of the quarter is £133,000



5. Income and Expenditure: total income to the end of the quarter is £40.2 million and expenditure totalled £61 million.

ELEMENT	YEAR	UNIFIED SCHEME	TEACHERS' SCHEME	POLICE 1991 & 2010 SCHEMES	JUDICIAL 1992 & 2004 SCHEMES	MANUAL WORKERS NO 1	TOTAL
INCOME	Year	£000	£000	£000	£000	£000	£000
Contributions Combined	2017/18	47,908	9,680	2,087	220	2	59,897
Contributions Combined	2018/19	48,455	9,896	2,207	209	0	60,767
Contributions Combined	2019/20	55,548	10,078	2,275	220	0	68,121
Contributions Combined	2020/21	58,379	10,533	2,425	257	0	71,594
Contributions Combined	2021/22	60,430	10,890	2,430	268	0	74,018
<b>Contributions Combined Q2</b>	<b>2022/23</b>	<b>31,303</b>	<b>5,900</b>	<b>1,195</b>	<b>124</b>	<b>0</b>	<b>38,522</b>
Transfers In	2017/18	953	822	965	0	0	2,740
Transfers In	2018/19	1,562	1,050	783	0	0	3,395
Transfers In	2019/20	154	0	571	0	0	725
Transfers In	2020/21	453	20	383	0	0	856
Transfers In	2021/22	1,262	255	53	202	0	1,772
<b>Transfers In Q2</b>	<b>2022/23</b>	<b>1,459</b>	<b>152</b>	<b>113</b>	<b>0</b>	<b>0</b>	<b>1,724</b>
Total Income	2017/18	48,996	10,502	3,052	220	2	62,772
Total Income	2018/19	50,104	10,947	2,990	209	0	64,250
Total Income	2019/20	55,702	10,078	2,846	220	0	68,846
Total Income	2020/21	58,875	10,553	2,808	257	0	72,493
Total Income	2021/22	61,692	11,145	2,483	470	0	75,790
<b>Total Income Q2</b>	<b>2022/23</b>	<b>32,762</b>	<b>6,052</b>	<b>1,308</b>	<b>124</b>	<b>0</b>	<b>40,246</b>
EXPENDITURE	Year	£000	£000	£000	£000	£000	£000
Pensions in Payment	2017/18	-47,130	-12,879	-6,079	-495	-348	-66,931
Pensions in Payment	2018/19	-50,700	-13,435	-5,603	-480	-351	-70,569
Pensions in Payment	2019/20	-53,800	-13,872	-6,603	-431	-354	-75,060
Pensions in Payment	2020/21	-56,961	-14,318	-6,028	-481	-340	-78,128
Pensions in Payment	2021/22	-59,463	-14,644	-6,188	-461	-309	-81,065
<b>Pensions in Payment Q2</b>	<b>2022/23</b>	<b>-31,639</b>	<b>-7,556</b>	<b>-3,246</b>	<b>-206</b>	<b>-159</b>	<b>-42,806</b>
Lump Sums	2017/18	-25,245	-2,996	-2,398	-51	-38	-30,728
Lump Sums	2018/19	-23,025	-2,503	-1,259	0	0	-26,787
Lump Sums	2019/20	-21,862	-1,431	-1,237	-130	0	-24,660
Lump Sums	2020/21	-25,975	-2,939	-423	0	0	-29,337
Lump Sums	2021/22	-22,954	-2,247	-1,219	-356	-16	-26,792

<b>Lump Sum Q2</b>	<b>2022/23</b>	<b>-13,384</b>	<b>-1,490</b>	<b>-1,208</b>	<b>0</b>	<b>0</b>	<b>-16,082</b>
Triviality Payments	2018/19	-1,295	-95	-87	0	0	-1,477
Triviality Payments	2019/20	-1,509	0	0	0	0	-1,509
Triviality Payments	2020/21	-2,270	-274	0	0	0	-2,544
Triviality Payments	2021/22	-3,810	-61	0	0	0	-3,871
<b>Triviality Payments Q2</b>	<b>2022/23</b>	<b>-1,280</b>	<b>0</b>	<b>-46</b>	<b>0</b>	<b>0</b>	<b>-1,326</b>
Injury Benefit Schemes	2020/21	-278	0	-763	0	0	-1,041
Injury Benefit Schemes	2021/22	-297	0	-768	0	0	-1,065
<b>Injury Benefit Schemes Q2</b>	<b>2022/23</b>	<b>-148</b>	<b>0</b>	<b>-386</b>	<b>0</b>	<b>0</b>	<b>-534</b>
Transfers Out	2017/18	-664	-9	0	0	0	-673
Transfers Out	2018/19	-1,179	-373	0	0	0	-1,552
Transfers Out	2019/20	-923	0	0	0	0	-923
Transfers Out	2020/21	-143	0	0	0	0	-143
Transfers Out	2021/22	-267	-20	-99	0	0	-386
<b>Transfers Out Q2</b>	<b>2022/23</b>	<b>-92</b>	<b>0</b>	<b>-41</b>	<b>0</b>	<b>0</b>	<b>-133</b>
Refunds Paid	2017/18	-237	-32	-8	0	0	-277
Refunds Paid	2018/19	-154	-10	-4	0	0	-168
Refunds Paid	2019/20	-216	-26	-5	0	0	-247
Refunds Paid	2020/21	-242	-6	-16	0	0	-264
Refunds Paid	2021/22	-373	-45	-32	0	0	-450
<b>Refunds Paid Q2</b>	<b>2022/23</b>	<b>-193</b>	<b>-13</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-206</b>
Total Expenditure	2017/18	-73,276	-15,916	-8,485	-546	-386	-98,609
Total Expenditure	2018/19	-76,353	-16,416	-6,953	-480	-351	-100,553
Total Expenditure	2019/20	-78,310	-15,329	-7,845	-561	-354	-102,399
Total Expenditure	2020/21	-85,869	-17,537	-7,230	-481	-340	-111,457
Total Expenditure	2021/22	-87,164	-17,017	-8,306	-817	-325	-113,629
<b>Total Expenditure Q2</b>	<b>2022/23</b>	<b>-46,736</b>	<b>-9,059</b>	<b>-4,927</b>	<b>-206</b>	<b>-159</b>	<b>-61,087</b>
<b>CASHFLOW</b>	<b>Year</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
Net Cashflow	2017/18	-24,280	-5,414	-5,433	-326	-384	-35,837
Net Cashflow	2018/19	-26,249	-5,469	-3,963	-271	-351	-36,303
Net Cashflow	2019/20	-22,608	-5,251	-4,999	-341	-354	-33,553
Net Cashflow	2020/21	-26,994	-6,984	-4,422	-224	-340	-38,964
Net Cashflow	2021/22	-25,472	-5,872	-5,823	-347	-325	-37,839
<b>Net Cashflow Q2</b>	<b>2022/23</b>	<b>-13,974</b>	<b>-3,007</b>	<b>-3,619</b>	<b>-82</b>	<b>-159</b>	<b>-20,841</b>


### Current Value of Funding Deficit - All Schemes

For comparison purposes the historic net cash-flow values have been increased to show the current value.

<b>CASHFLOW</b>	<b>Year</b>	<b>£0</b>
Net Cashflow	2017/18	-39,829
Net Cashflow	2018/19	-39,175
Net Cashflow	2019/20	-35,358
Net Cashflow	2020/21	-40,374
Net Cashflow	2021/22	-39,012
Net Cashflow Q2	2022/23	-20,841

### Important notes:

These figures are compiled on a cash flow basis and are unaudited.

Figures are subject to rounding and may not correctly total.

Injury Awards represent payments of Permanent Injury Allowance from Police Injury Benefits Regulations 2010 and Public Sector Injury Benefits Scheme 2015.