1987 No. 176

SOCIAL SECURITY

The State Scheme Premiums (Actuarial Tables — Transitional Provisions) Regulations (Northern Ireland) 1987

Made	*6th April 1987*
Coming into operation . .	*4th January 1988*

The Department of Health and Social Services, in exercise of the powers conferred on it by Article 7(15) of the Social Security (Northern Ireland) Order 1986(**a**) and of all other powers enabling it in that behalf, hereby makes the following regulations:

Citation, duration and interpretation

1.—(1) These regulations may be cited as the State Scheme Premiums (Actuarial Tables — Transitional Provisions) Regulations (Northern Ireland) 1987 and shall come into operation on 4th January 1988.

(2) Unless previously revoked, these regulations shall cease to have effect on 6th April 1988.

(3) In these regulations—

"the 1986 Order" means the Social Security (Northern Ireland) Order 1986;

"accrued rights factor" means an amount arrived at by multiplying by 52 the weekly amount of the guaranteed minimum pension to which the person in respect of whom the premium falls to be paid is treated as entitled under any one or more of Article 31(2)(**b**) of the Pensions Order, Article 31(2A)(**c**) of the Pensions Order and Article 6 of the 1986 Order and which derives from the minimum contributions, minimum payments or transfer payments from which the rights whose cash equivalent is included in the premium derived, or, in a case where none of those provisions of the Pensions Order and the 1986 Order yet falls to be applied to him, that part of that guaranteed minimum pension which has so far accrued;

"average market level indicator" has the meaning given in regulation 3;

"the Board" means the Occupational Pensions Board;

"event giving rise to the liability for the premium" means one of the following events—

(*a*) the ceasing of the scheme to be an appropriate scheme; or

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(**a**) S.I. 1986/1888 (N.I. 18)

(**b**) Article 31(2) was amended by paragraph 5(*b*) of Schedule 9 to the Social Security (Northern Ireland) Order 1986

(**c**) Article 31(2A) was inserted by paragraph 4 of Schedule 2 to the Social Security (Northern Ireland) Order 1986

(*b*) the Board's withdrawal of their approval, given under Article 7(1) of the 1986 Order, of arrangements made or to be made in relation to the scheme for the preservation or transfer of the protected rights of the person in respect of whom the premium falls to be paid,

if it occurs in such circumstances that immediately thereafter the scheme is not an appropriate scheme, and that person's protected rights under the scheme are not subject to approved arrangements under Article 7(1) of the 1986 Order;

"gross dividend yield" means the gross dividend yield applicable to the All-Share Index compiled by the Financial Times, the Institute of Actuaries and the Faculty of Actuaries;

"15-year gross redemption yield" means the gross redemption yield applicable to 15-year British Government Stocks with high coupons compiled by the Financial Times, the Institute of Actuaries and the Faculty of Actuaries;

"25-year gross redemption yield" means the gross redemption yield applicable to 25-year British Government Stocks with high coupons compiled by the Financial Times, the Institute of Actuaries and the Faculty of Actuaries;

"15-year index number" means the number shown in the appropriate column in the table in Schedule 4 opposite the range of yields which includes the 15-year gross redemption yield;

"25-year index number" means the number shown in the appropriate column in the table in Schedule 5 opposite the range of yields which includes the 25-year gross redemption yield;

"market level indicator" means—

(*a*) where the person in respect of whom the premium falls to be paid is the earner to whose protected rights the premium relates and he has not attained pensionable age, the sum of—

(i) 260 divided by x, where x per cent. is the gross dividend yield, and

(ii) the 25-year index number; and

(*b*) where the person in respect of whom the premium falls to be paid has become entitled to receive a pension giving effect to the protected rights to which the premium relates, the 15-year index number;

"scheme" means personal pension scheme;

and other expressions have the same meaning as in the Pension Order, or, if they have no meaning in that Order, the same meaning as in the 1986 Order.

Personal pension protected rights premiums

2. For the purpose of calculating the cost of providing a guaranteed minimum pension such as is mentioned in Article 7(9) of the 1986 Order in relation to a personal pension protected rights premium, the Department shall apply—

(*a*) in a case where the person in respect of whom the premium falls to be paid is the earner to whose protected rights the premium relates and he has not attained pensionable age, the actuarial table in Schedule 1;

(*b*) in a case where the person in respect of whom the premium falls to be paid is entitled to receive a pension giving effect to his own protected rights, the actuarial table in Schedule 2; and

(*c*) in a case where the person in respect of whom the premium falls to be paid is a woman who is entitled to receive a pension giving effect to her late husband's protected rights, the actuarial table in Schedule 3.

Calculation of average market level indicator

3.—(1) The average market level indicator shall be calculated in accordance with paragraphs (2) to (5).

(2) Subject to paragraphs (3) to (5) the average market level indicator shall be the average of the market level indicators derived from the 15-year index numbers or (as the case may be) the 25-year index numbers and the gross dividend yields, appropriate to the first 5 days on which the London Stock Exchange was open in the month in which the event giving rise to the liability for the premium occurred.

(3) Where the average market level indicator is 70 or less it shall be adjusted by multiplying it by 1·25.

(4) Where the average market level indicator is more than 70 but not more than 104·5 it shall be adjusted by halving it and adding 52·5.

(5) Where the average market level indicator (calculated in accordance with the preceding provisions of this regulation) is not a whole number, it shall be rounded to the nearest whole number, or the nearest lower whole number where the decimal part of that indicator is 0·5.

References to age in the Schedules

4. In Schedules 1, 2 and 3, the relevant guaranteed minimum pension is that shown in the appropriate column opposite the age of the person in respect of whom it is payable; and "age" means the age attained by that person in the tax year in which the event giving rise to the liability for the premium occurred.

Sealed with the Official Seal of the Department of Health and Social Services on 6th April 1987.

(L.S.) *A. N. Burns*
Assistant Secretary

SCHEDULE 1 Regulation 2(*a*)

Amount which, when multiplied by the average market level indicator, gives the amount of guaranteed minimum pension for £100 of accrued rights factor.

Age	*Males*	*Females*	*Age*	*Males*	*Females*
	£	£		£	£
16	5·56	6·79	40	6·12	7·52
17	5·58	6·82	41	6·15	7·55
18	5·60	6·85	42	6·18	7·59
19	5·63	6·88	43	6·20	7·63
			44	6·23	7·67
20	5·65	6·91	45	6·27	7·71
21	5·67	6·94	46	6·30	7·75
22	5·69	6·97	47	6·33	7·80
23	5·71	7·00	48	6·36	7·84
24	5·73	7·02	49	6·40	7·89
25	5·76	7·05	50	6·45	7·95
26	5·78	7·08	51	6·49	8·01
27	5·80	7·11	52	6·53	8·06
28	5·82	7·13	53	6·58	8·12
29	5·85	7·16	54	6·63	8·19
30	5·88	7·19	55	6·68	8·26
31	5·90	7·22	56	6·74	8·33
32	5·93	7·25	57	6·80	8·41
33	5·95	7·28	58	6·87	8·50
34	5·97	7·31	59	6·95	8·59
35	6·00	7·34	60	7·03	9·41
36	6·02	7·37	61	7·12	—
37	6·05	7·41	62	7·22	—
38	6·07	7·45	63	7·34	—
39	6·10	7·48	64	7·47	—
			65	8·26	—

SCHEDULE 2 Regulation 2(*b*)

Amount which, when multiplied by the average market level indicator, gives the amount of guaranteed minimum pension for £100 of accrued rights factor.

Males		*Females*	
Age	*Amount*	*Age*	*Amount*
	£		£
65	8·26	60	9·41
66	8·09	61	9·28
67	7·90	62	9·13
68	7·70	63	8·98
69	7·50	64	8·81
70	7·30	65	8·64
71	7·10	66	8·47
72	6·89	67	8·28
73	6·66	68	8·09
74	6·44	69	7·88