

# Pensions TAS Update

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## Today's objectives

- Consider feedback to Pensions ED
- Get your views
- Provide input to final TAS



## Who responded?

- 19 firms of actuaries/insurance companies
- 6 professional organisations
- PPF, DWP
- 1 Occupational Pensioners' Alliance
- 1 pensioner
- 1 individual actuary

## Pensions ED

Part C	Scope
Part D	General principles
Part E	Schemes subject to Scheme Funding
Part F	Other funded schemes

## Proposed scope

Reserved Work

Funding work for contribution decisions

Funding work for investment decisions

Scheme changes- trustee work

Bulk transfers/wind-ups - trustee work

Factor-related work

DC Projections

Sponsor scheme funding

Company accounts

## Part D – General principles

Assumptions	General considerations Changes Discount rates Mortality
Information	Matters affecting benefits
Member calculations	Instructions for administrators Information for trustees
Financial statements	Materiality

## E.4.2 –neutral estimates

Aggregate reports which include a prudent estimate of the value of the liabilities of a pension scheme shall include:

- a) an approximate **neutral** estimate of the value of the liabilities;
- b) an explanation of the relationship between the prudent and **neutral** estimates; and
- c) an explanation of a change to the relationship between the prudent and **neutral** estimates from the previous exercise, if any.

## Scheme Funding report

Data and information used

Methodology and assumptions

Analysis of surplus

Projection of next SF exercise

Projected cash flows

Risk and uncertainty

Impact on benefits if wound up

Results and decisions

Understandable to **informed reader**

## Other ED questions

- Commencement date
- GN transition
- Impact assessment

## Questions