



Institute  
and Faculty  
of Actuaries

# The 2019/20 Pension Protection Levy Consultation

IFoA response to the PPF

25 October 2018

## **About the Institute and Faculty of Actuaries**

The Institute and Faculty of Actuaries (IFoA) is a royal chartered, not-for-profit, professional body. We represent and regulate over 32,000 actuaries worldwide, and oversee their education at all stages of qualification and development throughout their careers.

We strive to act in the public interest by speaking out on issues where actuaries have the expertise to provide analysis and insight on public policy issues. To fulfil the requirements of our Charter, the IFoA maintains a Public Affairs function, which represents the views of the profession to Government, policymakers, regulators and other stakeholders, in order to shape public policy.

Actuarial science is founded on mathematical and statistical techniques used in insurance, pension fund management and investment. Actuaries provide commercial, financial and prudential advice on the management of assets and liabilities, particularly over the long term, and this long term view is reflected in our approach to analysing policy developments. A rigorous examination system, programme of continuous professional development and a professional code of conduct supports high standards and reflects the significant role of the profession in society.



# Institute and Faculty of Actuaries

Chris Collins  
Chief Policy Adviser  
Pension Protection Fund  
Renaissance  
12 Dingwall Road  
Croydon  
Surrey  
CR0 2NA

25 October 2018

Dear Chris,

## **RE: IFoA response to the 2019/20 Pension Protection Levy Consultation Document**

The Institute and Faculty of Actuaries welcomes the opportunity to respond to the Pension Protection Fund (PPF) consultation on the 2019/20 levy.

Our assessment of the consultation document found that there are no changes to the levy calculation for the vast majority of schemes. Given this was expected, we are supportive of the proposed approach and therefore do not intend to respond in full to the consultation. We expect individual schemes and/or advisors may wish to comment on the practicalities of elements of the levy process and any other resulting impacts.

We are also supportive of the PPF's aim to ensure that other levy payers should not subsidise commercial consolidators. In the context of the current uncertainty about the regulatory regime in which consolidators will operate and the speed at which the market will develop, the current proposals, including the proposal for an end-year reconciliation, seem sensible.

Please do not hesitate to get in touch if you wish to discuss our response further.

Yours sincerely,

**Henry Thompson - Policy Manager**  
**On behalf of Institute and Faculty of Actuaries**  
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