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# Royal Mail Statutory Pension Scheme

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## Introduction

1. This Estimate covers the provision of pensions and lump sums to retired members and dependants and transfer values for members transferring to other schemes by the Royal Mail Statutory Pension Scheme.

2. The income arises from the transfer over time to the Royal Mail Statutory Pension Scheme of certain money purchase benefits from the Royal Mail Pension Plan.

3. Assumptions for 2013-14 compared to 2012-13 are:

	2012-13			2013-14		
	Average pension			Average pension		
	Number	Annual	Weekly	Number	Annual	Weekly
Pensioners	144,634	£5,903	£113.53	148,991	£5,804	£113.12
Dependents	43,145	£2,688	£51.68	42,497	£2,671	£51.18

4. Associated administrative costs are borne by the Cabinet Office.

**Part I**

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	Voted	Non-Voted	Total
<b>Departmental Expenditure Limit</b>			
Resource	-	-	-
Capital	-	-	-
<b>Annually Managed Expenditure</b>			
Resource	1,354,920,000	-	1,354,920,000
Capital	-	-	-
<b>Total Net Budget</b>			
Resource	1,354,920,000	-	1,354,920,000
Capital	-	-	-
<b>Non-Budget Expenditure</b>	-		
<b>Net cash requirement</b>	<b>1,254,040,000</b>		

Amounts required in the year ending 31 March 2014 for expenditure by Royal Mail Statutory Pension Scheme on:

**Annually Managed Expenditure:**Expenditure arising from:

Payment of pensions etc to members of the Royal Mail Statutory Pension Scheme, related expenditure and non-cash items.

Income arising from:

Income arising from the transfer over time to the Royal Mail Statutory Pension Scheme of certain benefits from the Royal Mail pension plan.

The **Cabinet Office** will account for this Estimate.

	Voted Total	Allocated in Vote on Account	Balance to complete or surrender
<b>£</b>			
<b>Departmental Expenditure Limit</b>			
Resource	-	-	-
Capital	-	-	-
<b>Annually Managed Expenditure</b>			
Resource	1,354,920,000	683,550,000	<b>671,370,000</b>
Capital	-	-	-
<b>Non-Budget Expenditure</b>	-	-	-
<b>Net cash requirement</b>	<b>1,254,040,000</b>	<b>588,600,000</b>	<b>665,440,000</b>

**Part II: Subhead detail**

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2013-14 Plans									2012-13 Provisions	
Resources						Capital			Resources	Capital
Administration			Programme			Gross	Income	Net	Net	Net
Gross	Income	Net	Gross	Income	Net					
1	2	3	4	5	6	7	8	9	10	11
<b>Spending in Annually Managed Expenditure (AME)</b>										
<b>Voted expenditure</b>										
-	-	-	1,355,920	-1,000	1,354,920	-	-	-	1,466,000	-
<i>Of which:</i>										
A RMSPS Pension Scheme										
-	-	-	1,355,920	-1,000	1,354,920	-	-	-	1,466,000	-
<b>Total Spending in AME</b>										
-	-	-	1,355,920	-1,000	1,354,920	-	-	-	1,466,000	-
<b>Total for Estimate</b>										
-	-	-	1,355,920	-1,000	1,354,920	-	-	-	1,466,000	-
<i>Of which:</i>										
<b>Voted Expenditure</b>										
-	-	-	1,355,920	-1,000	1,354,920	-	-	-	1,466,000	-
<b>Non Voted Expenditure</b>										
-	-	-	-	-	-	-	-	-	-	-

## Part II: Resource to cash reconciliation

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	2013-14 Plans	2012-13 Provisions	2011-12 Outturn
<b>Net Resource Requirement</b>	<b>1,354,920</b>	<b>1,466,000</b>	-
<b>Net Capital Requirement</b>	-	-	-
<b>Accruals to cash adjustments</b>	<b>-100,880</b>	<b>-211,000</b>	-
<i>Of which:</i>			
<i>Adjustments to remove non-cash items:</i>			
Depreciation	-	-	-
New provisions and adjustments to previous provisions	-1,355,420	-1,467,000	-
Departmental Unallocated Provision	-	-	-
Supported capital expenditure (revenue)	-	-	-
Prior Period Adjustments	-	-	-
Other non-cash items	-	-	-
<i>Adjustment for NDPBs:</i>			
Remove voted resource and capital	-	-	-
Add cash grant-in-aid	-	-	-
<i>Adjustments to reflect movements in working balances:</i>			
Increase (+) / Decrease (-) in stock	-	-	-
Increase (+) / Decrease (-) in debtors	-	-	-
Increase (-) / Decrease (+) in creditors	-	-	-
Use of provisions	1,254,540	1,256,000	-
<b>Removal of non-voted budget items</b>	-	-	-
<i>Of which:</i>			
Consolidated Fund Standing Services	-	-	-
Other adjustments	-	-	-
<b>Net Cash Requirement</b>	<b>1,254,040</b>	<b>1,255,000</b>	-

## Part III: Note A - Forecast Combined Revenue Account & Reconciliation Table

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	2013-14 Plans	2012-13 Provisions	2011-12 Outturn
Gross Programme Costs	1,355,920	1,467,000	-
<i>Of which:</i>			
Increases in liability	-	-	-
Interest on scheme liability	1,355,420	1,467,000	-
Other expenditure	-	-	-
<i>Less:</i>			
Contributions received	-	-	-
Transfers in	-1,000	-1,000	-
Other income	-	-	-
<b>Net Programme Costs</b>	<b>1,354,920</b>	<b>1,466,000</b>	-
<b>Total Net Operating Costs</b>	<b>1,354,920</b>	<b>1,466,000</b>	-
<i>Of which:</i>			
Resource DEL	-	-	-
Capital DEL	-	-	-
Resource AME	1,354,920	1,466,000	-
Capital AME	-	-	-
Non-budget	-	-	-
<i>Adjustments to include:</i>			
Departmental Unallocated Provision (resource)	-	-	-
Consolidated Fund Extra Receipts in the budget but not in the FCRA	-	-	-
<i>Adjustments to remove:</i>			
Capital in the FCRA	-	-	-
Grants to devolved administrations	-	-	-
Non-Budget Consolidated Fund Extra Receipts in the FCRA	-	-	-
Other adjustments	-	-	-
<b>Total Resource Budget</b>	<b>1,354,920</b>	<b>1,466,000</b>	-
<i>Of which:</i>			
Resource DEL	-	-	-
Resource AME	1,354,920	1,466,000	-
<i>Adjustments to include:</i>			
Grants to devolved administrations	-	-	-
Prior period adjustments	-	-	-
<i>Adjustments to remove:</i>			
Consolidated Fund Extra Receipts in the resource budget	-	-	-
Other adjustments	-	-	-
<b>Total Resource (Estimate)</b>	<b>1,354,920</b>	<b>1,466,000</b>	-

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**Part III: Note B - Analysis of Departmental Income**

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	2013-14 Plans	2012-13 Provision	2011-12 Outturn
<b>Voted Resource AME</b>	<b>-1,000</b>	<b>-1,000</b>	-
<i>Of which:</i>			
Programme			
Pensions	-1,000	-1,000	-
<i>Of which:</i>			
A: RMSPS Pension Scheme	-1,000	-1,000	-
Total Programme	-1,000	-1,000	-
<b>Total Voted Resource Income</b>	<b>-1,000</b>	<b>-1,000</b>	-

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## **Part III: Note C - Analysis of Consolidated Fund Extra Receipts**

No CFER income or receipts are expected in 2013-14, 2012-13 or 2011-12.



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## Part III: Note D - Explanation of Accounting Officer responsibilities

The Accounting Officer prepares resource accounts for each financial year.

The following individuals are responsible for the expenditure within this Estimate:

<b>Accounting Officer:</b>	Richard Heaton
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Richard Heaton has personal responsibility for the proper presentation of the department's resource accounts and their transmission to the Comptroller & Auditor General, and is also responsible for the use of public money and stewardship of assets.

In discharging these responsibilities, particular regard is given to:

- observing any accounting and disclosure requirements (including any Accounts Direction) and applying suitable accounting policies on a consistent basis;
- making judgements and estimates on a reasonable basis;
- stating whether applicable accounting standards, as set out in the Financial Reporting Manual (FRM), or an organisation's version of it, have been followed, and explain any material departures in the accounts; and
- preparing the accounts on a going concern basis.

The responsibilities of an Accounting Officer, including responsibility for regularity and propriety of the public finances for which an Accounting Officer is answerable, for keeping proper records and safeguarding assets, are also set out in Chapter 3 of Managing Public Money.