

**Q & A: EPN 359**

**Q.** When should the Disclosure Exercise begin?

**A.** You should send the Annex A to your Pension Service Centre (PSC) as soon as possible after 31 March 2013. Please note that your PSC cannot start the calculations until after 31 March. They may have to deal with a number of employers and as a result they cannot guarantee the information will be returned within a specific timescale. You must complete Annex 13A accurately to help your PSC complete the calculations as quickly as possible. If you have any doubts on how to complete the Annex 13A contact your PSC immediately for advice.

**Q.** Who is covered by the disclosure arrangements?

**A.** Senior management (i.e. Board members) who are reported in your departmental remuneration report.

**Q.** Is there anything new this year?

**A.** No

**Q.** Do we need to continue with the new requirements introduced over the last couple of years?

**A.** Yes, a reminder of these are in the EPN and repeated below.

- i. The reporting of the median earnings of the organisation's workforce and the ratio between this and the earnings of the highest paid Director.
- ii. A move to reporting of the performance of the department on its own, the department and its agencies, and the whole departmental group, including NDPBs. This will affect the disclosure of summary data of the use of exit packages.
- iii. Bonuses now need to be reported as a separate figure rather than included in the salary figure.
- iv. Exit packages for all staff need to be reported in a note to the accounts

**Q.** Do you need permission to disclose information?

**A.** No, but you should show the individual what you plan to disclose. If a member wishes to refuse disclosure they must do so under section 10 of the Data

Protection Act 1998 (see paragraph 5.2.18 of the Government Financial Reporting Manual (FRM)). You should take legal advice where an individual refuses permission.

**Q.** Should we disclose information in compromise agreements?

**A.** The member in question will have to give their permission to disclose. Furthermore as most compromise agreements contain confidentiality clauses it will be necessary to seek legal advice.

**Q.** A member is subject to a pension debit, do we disclose the pension figures before the debit has been applied or do we use the post debit figures?

**A.** If the pension share took effect after the financial year being reported, you disclose the full pension figure before the debit is applied. If it has taken place during the financial year being reported you would need to get the member's approval to disclose the figure as the accounts would need to refer to the reason for the change.

**Q.** A Board member was overpaid an allowance which resulted in his gross salary figure being higher than it should have been. The guidance notes for the Remuneration report state that we should show gross salary received. However this would show an incorrect and inflated figure which may be open to question.

**A.** You should report the actual salary paid and then mention in a footnote that an overpayment has occurred and the amount which is to be recovered.

**Q.** What do we do if a member has taken partial retirement?

**A.** Information on how to deal with partial retirement is laid out in the EPN.

**Q.** We have a **classic** member over the age of 60. Why is the real increase in the CETV less at the age of 62 than a year ago?

**A.** The member factors assume that the pension will be drawn at pension age – i.e. 60 for classic, classic plus and premium. Each birthday there is a step change in the factors which increase up to the age of 60. From the age of 61 the factors decrease.