

## Buckinghamshire & Milton Keynes Fire Authority – Statement of Accounts 2021/22

### a) Transactions relating to retirement benefits

The Authority recognises the cost of retirement benefits in the Net Cost of Services when they are earned by employees, rather than when the benefits are eventually paid as pensions. However, the charge required to be made against council tax is based on the cash payable in the year, so the real cost of retirement benefits is reversed out in the Movement in Reserves Statement. The following transactions have been made in the Comprehensive Income and Expenditure Statement.

2020/21			2021/22			
LGPS £000	Firefighters £000	Total £000	Comprehensive Income and Expenditure Statement	LGPS £000	Firefighters £000	Total £000
1,301	4,860	6,161	<u>Cost of Service</u>	1,965	7,475	9,440
-	-	-	Current Service Cost	-	-	-
-	-	-	Past Service Cost	-	-	-
<b>1,301</b>	<b>4,860</b>	<b>6,161</b>	Administration Expenses	<b>1,965</b>	<b>7,475</b>	<b>9,440</b>
			<b>Cost of Service Total</b>			
			<u>Financing and Investment Income and Expenditure</u>			
241	6,395	6,636	Net Interest on the defined liability (asset)	318	6,758	7,076
<b>241</b>	<b>6,395</b>	<b>6,636</b>	<b>Financing and Investment Total</b>	<b>318</b>	<b>6,758</b>	<b>7,076</b>
<b>1,542</b>	<b>11,255</b>	<b>12,797</b>	<b>Total Post Employment Benefit Charged to the Surplus or Deficit on the Provision of Services</b>	<b>2,283</b>	<b>14,233</b>	<b>16,516</b>
4,524	57,982	62,506	Actuarial gains/(losses) on assets	(5,431)	(17,931)	(23,362)
<b>6,066</b>	<b>69,237</b>	<b>75,303</b>	<b>Total Post Employment Benefit Charged to the Comprehensive Income and Expenditure Statement</b>	<b>(3,148)</b>	<b>(3,698)</b>	<b>(6,846)</b>
			<b>Movement in Reserves Statement</b>			
(1,542)	(11,255)	(12,797)	Reversal of net charges made to the surplus or deficit for post employment benefits in accordance with the code: Amount actually charged against the General Fund Balance for pensions in the year for:	(2,283)	(14,233)	(16,516)
551	3,171	3,722	Employers contribution	670	3,126	3,796
12	214	226	Retirement benefit payable to pensioners	11	209	220

### b) Assets and liabilities in relation to retirement benefits

#### Reconciliation of present value of the scheme liabilities 2021/22

2020/21			2021/22			
LGPS £000	Firefighters £000	Total £000	Reconciliation of present value of the scheme liabilities	LGPS £000	Firefighters £000	Total £000
(36,418)	(275,701)	(312,119)	Present Value of scheme liabilities as at 1 April	(47,849)	(341,553)	(389,403)
(1,301)	(4,860)	(6,161)	Current Service Cost	(1,965)	(7,475)	(9,440)
(848)	(6,395)	(7,243)	Interest Cost	(953)	(6,758)	(7,711)
(10,883)	(65,281)	(76,164)	Change in financial assumptions	2,635	14,516	17,151
396	2,976	3,372	Change in demographic assumptions	1,535	-	1,535
493	617	1,110	Experience loss/(gain) on defined benefit obligation	(161)	(639)	(800)
955	8,304	9,259	Estimated benefits paid net of transfers in	664	8,609	9,273
-	-	-	Past service costs, including curtailments	-	-	-
(255)	(1,427)	(1,682)	Contribution by Scheme participants	(272)	(1,429)	(1,701)
12	214	226	Unfunded pension payments	11	209	220
<b>(47,849)</b>	<b>(341,553)</b>	<b>(389,403)</b>	<b>Present Value of scheme liabilities as at 31 March</b>	<b>(46,355)</b>	<b>(334,520)</b>	<b>(380,875)</b>