# DRAFT PUBLIC EMPLOYEES (CONTRIBUTORY RETIREMENT SCHEME) (NEW MEMBERS) (AMENDMENT No. 8) (JERSEY) REGULATIONS 200

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Lodged au Greffe on 26th November 2002 by the Human Resources Committee



# STATES GREFFE

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#### Report

In July, 2000, the States approved Regulations which made changes to the pension conditions which apply to paramedic ambulance staff employed by the Health and Social Services Committee. This was part of a series of changes designed to develop the ambulance service into a professional, emergency service.

The effect of the changes was to place paramedic ambulance staff into category A of the pensions Regulations. This meant that they henceforth had a normal retirement age of 55 and optional retirement age of 50. (Previously the ages had been 65 and 60 respectively). Their pension calculation accrual rate was also improved - to 45<sup>ths</sup> (of salary for each year of service) for members of the 'existing members' scheme and 60<sup>ths</sup> for members of the 'new members' scheme.

It is now necessary to alter the pension conditions of the three civil service ambulance managers in order that proper succession planning can be made within the service. This is normal for the senior management grades within the emergency services, such as Police, Fire, Prison and Airport Fire and Rescue Services. This involves placing the three managers into category B of the pensions regulations. This means that officers will have a normal retirement age of 60 and optional retirement age of 55. Pension calculation accrual rate will also be improved - to 45<sup>th</sup> for members of the 'existing members' scheme and 60<sup>th</sup> for members of the 'new members' scheme.

The costs of the proposal are divided into two parts: past service liability and additional future service costs. The past service liability cost as at 1st January, 2002, was £374,700, to be paid into the PECRS fund over the next nine years. Additional ongoing costs to cover future service are £11,800 per annum. However, salaries of the three officers affected will be abated by 4% in order to contribute towards these additional costs, which will give a net additional annual cost for future service of £5,900. These costs will increase in line with annual salary increases.

The amendment relating to the Ambulance Managers affects five sets of regulations - the General Regulations, 1989; the original 1967 Regulations; the Former Hospital Scheme Regulations; the 'Existing Members' Regulations; and, the 'New Members' Regulations.

Amendment No. 8 of the General Regulations is included to provide fair pension treatment in the situation where a member moves into or out of the Ambulance Manager job category. The opportunity has also been taken to make a corresponding change to cover changes of duties for Emergency Ambulance Officers subject to the 1967 Regulations.

Note: These Amendments seek to change the terms and conditions of service for Senior Ambulance Managers and represent the final stage in an overall review of the terms and conditions of employment for all ambulance staff. All staff will, in future, be employed on conditions comparable with their counterparts in the Emergency Services.

Discussions and negotiations between the senior managers and the Human resources Committee were concluded in 2001 and agreed by the Health and Social Services Committee in June that year. In reaching an agreement, the senior managers have accepted a salary abatement in recognition of the increased benefits gained from the early retirement option and this will lower the overall cost of the proposal.

The Finance and Economics Committee therefore supports the amendments.

### **Explanatory Note**

The objects of these Regulations are -

- (a) to provide that persons employed as the Chief Ambulance Officer or an Assistant Chief Ambulance Officer in the States of Jersey Ambulance Service be treated as category "B" members of the Public Employees Contributory Retirement Scheme provided that their basic salaries have been reduced by 4%;
- (b) to require the States of Jersey Ambulance Service to pay additional contributions to the scheme commensurate with the increase in the cost to the scheme represented by the changes referred to above as certified by the actuary to the scheme.

The Regulations come into effect on 1st January 2003.

### Public Employees (Retirement) (Jersey) Law 1967

## PUBLIC EMPLOYEES (CONTRIBUTORY RETIREMENT SCHEME) (NEW MEMBERS) (AMENDMENT No. 8) (JERSEY)

**REGULATIONS 200-**

(Promulgated on the	day of	200-)

#### STATES OF JERSEY

The day of 200-

**THE STATES,** in pursuance of Article 2 of the Public Employees (Retirement) (Jersey) Law 1967,  $\frac{11}{2}$  as amended, [2] have made the following Regulations -

- In Regulation 1(1) of the Public Employees (Contributory Retirement Scheme) (New Members) (Jersey) Regulations 1989, [3] as amended, [4] hereinafter referred to as "the principal Regulations", in the definition "category B member"
  - all of the words after the words " 'category B member' means" shall form and be designated as subparagraph (a); and
  - at the end the following shall be added -

"or

- a member who is the Chief Ambulance Officer or an Assistant Chief Ambulance Officer in the States of Jersey Ambulance Service whose basic salary due under his contract of service has been reduced by 4%;".
- In Regulation 4 of the principal Regulations after paragraph (1C) there shall be inserted the following paragraphs -
  - "(1D) With effect from 1st January 2003, the employer of each member who is employed as the Chie Ambulance Officer or an Assistant Chief Ambulance Officer in the States of Jersey Ambulance Service and is treated as a category B member shall pay additional contributions to the scheme that represent the total difference in cost between providing all such members' benefits and the cost that would have been incurred to the scheme if those members had not been category B members.
  - (1E) The amount to be paid in any year under paragraph (1D) shall be the amount specified in respect of th year by the Actuary in a certificate provided to the Committee.".
- These Regulations may be cited as the Public Employees (Contributory Retirement Scheme) (New Members) (Amendment No. 8) (Jersey) Regulations 200 and shall come into force on 1st January 2003.

Recueil des Lois, Volume 1966-1967, page 528.

<sup>[2]</sup> Recueil des Lois, Volume 1988-1989, page 25 and Volume 1994-1995, page 427.

<sup>[3]</sup> No. 7955.

<sup>[4]</sup> Nos. 8445, 8807, 8885, 9252 and 62/2000.