



Circular

Circular number:	W-FRSC(2019)08	Date issued:	15 March 2019
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Status:	For Action
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Title:	Firefighters' Pensions - Employer and Employee Contribution Rates 2019 - 2020
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Issued by:	Cerys Myers Fire Services Branch
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Addressed to:	Please forward to:
Chief Fire Officers Pension Officers Pension Scheme Administrators	Local Pension Board Chairs

Summary
This circular provides FRAs with revised employer contribution rates to be applied from 1 April 2019 and confirms the employee contribution rates remain the same as those that came into effect in April 2018. It requires immediate action.

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Introduction

1. Under HM Treasury Directions, the Welsh Government are responsible for implementing any scheme changes, including changes to contribution rates, resulting from a valuation of the firefighter pension scheme in Wales. The Government Actuary's Department has now published their final 2016 valuation report, and provided the Welsh Government with scheme specific employer contributions rates which will apply to the "implementation period" 1 April 2019 to 31 March 2023. A copy of the final valuation report is attached at Annex 1.

Employer Contribution Rates from 1 April 2019 onwards

2. The employer contribution rates with effect from 1 April 2019 are as follows:-

Pension Scheme	Employer Contribution Rate from 1 April 2019
The Firefighters' Pension Scheme 1992 - (including special members of the 'modified' 2007 scheme)	29.3%
The New Firefighters' Pension Scheme (Wales) 2007	26.6%
The Firefighters' Pension Scheme (Wales) 2015	27.3%

3. The employer contribution rate for the Modified section of the 2007 Scheme is the same as the 1992 Scheme employer contribution rate.

Ill-health additional contributions

4. Previous employer ill-health additional contributions continue to apply. Where a member has retired with an entitlement to the immediate payment of an ill-health pension, the FRA must pay an ill-health additional contribution. The ill-health additional contribution across the 1992, 2007 and 2015 schemes will continue as follows :-
 - Higher tier ill-health additional contribution: 4 times pensionable pay (over the last 12 months)
 - Lower tier ill-health additional contribution: 2 times pensionable pay (over the last 12 months)

Employee Contribution Rates from 1 April 2019 onwards

5. There is no change to overall employee contribution rates and contribution banding rates. FRAs should therefore continue to apply the contribution rates that came into effect in April 2018. A reminder of the employee contribution rates are provided below.

Contribution rate from 1 April 2018

Pensionable pay	The Firefighters' Pension Scheme 1992, (and Special Members of the 2007 Scheme)	New Firefighters' Pension Scheme (2007) in Wales
Up to and including £15,609	11.0%	8.5%
More than £15,609 and up to and including £21,852	12.2%	9.4%
More than £21,852 and up to and including £31,218	14.2%	10.4%
More than £31,218 and up to and including £41,624	14.7%	10.9%
More than £41,624 and up to and including £52,030	15.2%	11.2%
More than £52,030 and up to and including £62,436	15.5%	11.3%
More than £62,436 and up to and including £104,060	16.0%	11.7%
More than £104,060 and up to and including £124,872	16.5%	12.1%
More than £124,872	17.0%	12.5%

Pensionable pay	Firefighters' Pension Scheme 2015
Up to £27,818	11.0%
£27,819 to £51,515	12.9%
£51,516 to £142,500	13.5%
£142,501 or more	14.5%

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