STATUTORY INSTRUMENTS

1978 No. 1763

TRANSPORT

PENSIONS AND COMPENSATION

The British Railways Board (Funding of Pension Schemes) (No. 6) Order 1978

Made - - - -	*4th December* 1978
Laid before the House of Commons - -	*11th December* 1978
Coming into Operation	*1st January* 1979

The Secretary of State for Transport, with the approval of the Treasury, hereby makes this Order in exercise of his powers under sections 5 and 6 of the Railways Act 1974**(a)** and of all other enabling powers:—

Commencement and citation

1. This Order shall come into operation on 1st January 1979, and may be cited as the British Railways Board (Funding of Pension Schemes) (No. 6) Order 1978.

Interpretation

2.—(1) In this Order—

"the Act" means the Railways Act 1974;

"the No. 1 Order", "the No. 2 Order", "the No. 3 Order", "the No. 4 Order" and "the No. 5 Order" mean respectively, the British Railways Board (Funding of Pension Schemes) (No. 1) Order 1974**(b)**, the British Railways Board (Funding of Pension Schemes) (No. 2) Order 1975**(c)**, the British Railways Board (Funding of Pension Schemes) (No. 3) Order 1976**(d)**, the British Railways Board (Funding of Pension Schemes) (No. 4) Order 1977**(e)** and the British Railways Board (Funding of Pension Schemes) (No. 5) Order 1978**(f)**;

"obligation" shall be contrued in accordance with section 6(3) of the Act;

"the prescribed obligations owed by the Railways Board", in connection with a pension scheme, means all the obligations from time to time owed by

(a) 1974 c. 48.
(b) S.I. 1974/2005.
(c) S.I. 1975/2063.
(d) S.I. 1976/2117.
(e) S.I. 1977/2039.
(f) S.I. 1978/1295.

the Railways Board in connection with that scheme, other than any obligation excluded by section 5(2) of the Act;

"the Railways Board" means the British Railways Board.

(2) The Interpretation Act 1978**(a)** shall apply to this Order as it applies to subordinate legislation made after the commencement of that Act.

Variation of No. 1 Order

3. The No. 1 Order, as varied by the No. 3 Order and the No. 4 Order, is hereby further varied by substituting—

(*a*) in Article 4(1) of the No. 1 Order for the words "the sum of £366,971,453" the words "the sum of £375,310,755";

(*b*) for the Schedule to that Order the Schedule set out in Schedule 1 to this Order (which makes certain changes in the amounts applicable to the British Railways (Wages Grades) Pension Fund, the British Transport Police Force Superannuation Fund, the Great Northern Railway Superannuation Fund, the Lancashire and Yorkshire Railway Pension Fund Society, the London Midland and Scottish Railway Midland Friendly Society, and the London Midland and Scottish Railway (North Staffordshire Section) Friendly Society).

Variation of No. 2 Order

4. The No. 2 Order is hereby varied by substituting—

(*a*) in Article 4(1) of that Order for the words "the sum of £128,049,759" the words "the sum of £123,931,333";

(*b*) for the Schedule to that Order the Schedule set out in Schedule 2 to this Order (which makes certain changes in the amounts applicable to the British Railways (Wages Grades) Pension Fund).

Variation of No. 3 Order

5. The No. 3 Order is hereby varied by substituting—

(*a*) in Article 4(1) of that Order for the words "the sum of £12,116,946" the words "the sum of £12,126,321";

(*b*) for the Schedule to that Order the Schedule set out in Schedule 3 to this Order (which makes certain changes in the amounts applicable to the Great Western Railway Salaried Staff Supplemental Pension Fund).

Further Funding of obligations

6.—(1) For the purposes of funding the prescribed obligations owed by the Railways Board in connection with the B.R. (1974) Pension Fund the Railways Board shall provide the sum of £204,180,000 and the debt of the Railways Board so constituted shall be paid off by the Board during the period beginning on the 31st March 1979 and ending on the 31st March 1986 by instalments of the amounts set against that sum in columns (3) to (10) (inclusive) of Schedule 4 to this Order, the instalments specified in each of those columns being payable by the Railways Board on the date stated at the head of that column.

(a) 1978 c. 30.

(2) Interest on the outstanding amount of such debt shall be payable by the Railways Board at the rate of 1 per cent per annum, the first payment of interest to be made on the 31st March 1979 and the subsequent payments to be made at three-monthly intervals thereafter.

(3) For the purposes of section 5(5)(*a*) of the Act the minimum amount of the principal of the debt of the Railways Board constituted by virtue of this Order in relation to the B.R. (1974) Pension Fund shall be the sum of £5,430,000.

Funding to be supplemental to that provided for by previous Orders and to be partial only

7. In relation to the pension schemes specified in Schedule 4 to this Order the funding of the obligations provided for by Article 6 of this Order is supplemental to that provided for by the applicable provisions of the No. 1 Order, the No. 2 Order, the No. 3 Order, the No. 4 Order and the No. 5 Order, and is partial only.

4th December 1978.

William Rodgers,
Secretary of State for Transport.

We approve the making of this Order
4th December 1978.

J. Dormand,
T. M. Cox,
Two of the Lords Commissioners
of Her Majesty's Treasury.

SCHEDULE 1

REVISED SCHEDULE TO THE NO. 1 ORDER

"THE SCHEDULE

Pension Scheme	(2) Sum Apportioned to each Scheme	Amounts of instalments and dates of payment								(11) Minimum Amount of debt
		(3) 1.4.79	(4) 1.4.80	(5) 1.4.81	(6) 1.4.82	(7) 1.4.83	(8) 1.4.84	(9) 1.4.85	(10) 1.4.86	
	£	£	£	£	£	£	£	£	£	£
British Railways Superannuation Fund:										
New Section	115,083,930	6,306,599	7,281,360	9,375,888	11,819,120	14,637,525	17,904,758	21,695,622	26,063,058	92,067,144
Amalgamated Sections	24,817,173	1,359,981	1,570,183	2,021,855	2,548,724	3,156,497	3,861,056	4,678,534	5,620,343	19,853,738
British Railways (Wages Grades) Pension	48,945,580	2,692,007	3,083,572	3,964,591	5,041,395	6,216,089	7,635,510	9,250,715	11,061,701	48,945,580
British Transport Police Force Superannuation Fund	18,257,103	1,004,141	1,150,198	1,478,825	1,880,482	2,318,652	2,848,108	3,450,592	4,126,105	4,329,821
Railway Clearing System Superannuation Fund	1,004,000	55,019	63,523	81,796	103,111	127,699	156,202	189,274	227,376	1,004,000
Great Northern Railway Superannuation Fund	340,800	18,744	21,470	27,605	35,102	43,282	53,165	64,411	77,021	340,800
Great Western Railway Supplemental Pension Reserve Fund	7,033,000	385,408	444,978	572,979	722,289	894,527	1,094,194	1,325,861	1,592,764	5,626,400
BR (1974) Pension Fund	158,995,651	8,712,962	10,059,655	12,953,376	16,328,853	20,222,657	24,736,543	29,973,860	36,007,745	127,454,901
London Midland and Scottish Railway (LNW) Provident and Pensions Society	758,000	41,538	47,959	61,754	77,847	96,410	117,930	142,898	171,664	41,538
London Midland and Scottish Railway (LNW) Insurance Society	5,000	274	316	407	514	636	778	943	1,132	274
London Midland and Scottish Railway (LNW) Supplementary Pension Fund and Locomotive Foreman's Pension Fund	414	23	26	33	43	53	65	78	93	55
North British Railway Insurance Society	862	47	54	70	89	110	134	163	195	110
Lancashire and Yorkshire Railway Pension Fund Society	34,483	1,897	2,173	2,793	3,552	4,379	5,379	6,517	7,793	3,562
London Midland and Scottish Railway Midland Friendly Society	20,966	1,153	1,321	1,698	2,159	2,663	3,271	3,963	4,738	1,153
London Midland and Scottish Railway (North Staffordshire Section) Friendly Society	13,793	758	869	1,117	1,421	1,752	2,152	2,607	3,117	1,151
TOTAL	375,310,755	20,580,551	23,727,657	30,544,787	38,564,701	47,722,931	58,419,245	70,786,038	84,964,845	299,670,227"

SCHEDULE 2

REVISED SCHEDULE TO THE NO. 2 ORDER

"THE SCHEDULE

(1) Pension Scheme	(2) Sum Apportioned to each Scheme	Amounts of instalments and dates of payment								(11) Minimum Amount of debt
		(3) 1.4.79	(4) 1.4.80	(5) 1.4.81	(6) 1.4.82	(7) 1.4.83	(8) 1.4.84	(9) 1.4.85	(10) 1.4.86	
	£	£	£	£	£	£	£	£	£	£
British Railways Superannuation Fund: New Section	41,774,592	2,297,603	2,631,799	3,383,742	4,302,783	5,305,373	6,516,836	7,895,398	9,441,058	33,419,674
British Railways (Wages Grades) Pension Fund	16,473,704	906,054	1,037,843	1,334,370	1,696,792	2,092,160	2,569,898	3,113,530	3,723,057	16,473,704
British Transport Police Force Superannuation Fund	1,928,692	106,078	121,508	156,224	198,655	244,944	300,876	364,523	435,884	1,542,954
Great Western Railway Supplemental Pension Reserve Fund	4,471,692	245,943	281,717	362,207	460,584	567,905	697,584	845,150	1,010,602	3,577,354
BR (1974) Pension Fund	59,232,076	3,257,764	3,731,621	4,797,798	6,100,904	7,522,474	9,240,204	11,194,862	13,386,449	47,385,661
London Midland and Scottish Railway (LNW) Insurance Society	38,462	2,115	2,423	3,115	3,962	4,885	6,000	7,269	8,693	2,115
Lancashire and Yorkshire Railway Pension Fund Society	12,115	666	763	981	1,248	1,539	1,890	2,290	2,738	666
TOTAL	123,931,333	6,816,223	7,807,674	10,038,437	12,764,928	15,739,280	19,333,288	23,423,022	28,008,481	102,402,128"

SCHEDULE 3

REVISED SCHEDULE TO THE NO. 3 ORDER

"THE SCHEDULE

(1) Pension Scheme	(2) Sum Apportioned to each Scheme	Amounts of instalments and dates of payment								(11) Minimum Amount of debt
		(3) 1.4.79	(4) 1.4.80	(5) 1.4.81	(6) 1.4.82	(7) 1.4.83	(8) 1.4.84	(9) 1.4.85	(10) 1.4.86	
	£	£	£	£	£	£	£	£	£	£
BR (1974) Pension Fund	12,083,071	664,569	761,234	978,729	1,244,556	1,534,550	1,884,959	2,283,700	2,730,774	9,408,077
Great Western Railway Salaried Staff Supplemental Pension Fund	12,000	660	756	972	1,236	1,524	1,872	2,268	2,712	660
Thos. Bantock & Co. Superannuation Fund	31,250	1,719	1,969	2,531	3,219	3,969	4,875	5,906	7,062	1,719
TOTAL	12,126,321	666,948	763,959	982,232	1,249,011	1,540,043	1,891,706	2,291,874	2,740,548	9,410,456"

SCHEDULE 4

PENSION SCHEMES FOR WHICH FUNDING IS PROVIDED BY THIS ORDER

(1) Pension Scheme	(2) Sum Apportioned to each Scheme	Amounts of instalments and dates of payment								
		(3) 31.3.79	(4) 31.3.80	(5) 31.3.81	(6) 31.3.82	(7) 31.3.83	(8) 31.3.84	(9) 31.3.85	(10) 31.3.86	(11) Minimum Amount of debt
	£	£	£	£	£	£	£	£	£	£
B.R. (1974) Pension Fund	204,180,000	5,430,000	1,987,500	3,975,000	7,950,000	15,900,000	29,812,500	53,662,500	85,462,500	5,430,000
TOTAL	204,180,000	5,430,000	1,987,500	3,975,000	7,950,000	15,900,000	29,812,500	53,662,500	85,462,500	5,430,000

EXPLANATORY NOTE

(This Note is not part of the Order.)

This Order varies the British Railways Board (Funding of Pension Schemes) (No. 1) Order 1974 which was itself varied by the British Railways Board (Funding of Pension Schemes) (No. 3) Order 1976 and the British Railways Board (Funding of Pension Schemes) (No. 4) Order 1977 by increasing by £8,339,302 the sum to be provided by the British Railways Board pursuant to that Order and by making certain changes in the sum apportioned to six of the pension schemes to which that Order applies.

These changes comprise—

(*a*) reductions of £5,339,843, £85,200, £30,517 and £7,207 in the sums apportioned to the British Railways (Wages Grades) Pension Fund, the Great Northern Railway Superannuation Fund, the Lancashire and Yorkshire Railway Pension Fund Society and the London Midland and Scottish Railway (North Staffordshire Section) Friendly Society respectively (to take account of reductions in the estimated requirements of these funds), and

(*b*) increases of £13,793,103 and £8,966 in the sums apportioned to the British Transport Police Force Superannuation Fund and the London Midland and Scottish Railway Midland Friendly Society respectively (to take account of increases in the estimated requirements of these funds),

together with consequential adjustments in the instalments payable to all six pension schemes and in the minimum amount of debt apportioned to the British Transport Police Force Superannuation Fund and the London Midland and Scottish Railway Midland Friendly Society.

In addition the Order varies the British Railways Board (Funding of Pension Schemes) (No. 2) Order 1975 by reducing by £4,118,426 the sum to be provided by the British Railways Board pursuant to that Order, that reduction being a reduction in the sum apportioned to the British Railways (Wages Grades) Pension Fund.

In addition, the Order varies the British Railways Board (Funding of Pension Schemes) (No. 3) Order 1976 by increasing by £9,375 the sum to be provided by the British Railways Board pursuant to that Order, that increase being an increase in the sum apportioned to the Great Western Railway Salaried Staff Supplemental Pension Fund.

The Order also prescribes the sum of £204,180,000 as the sum to be provided by the British Railways Board payable in instalments during the period beginning the 31st March 1979 and ending 31st March 1986, for the purposes of effecting a partial funding of the Board's obligations in connection with the B.R. (1974) Pension Fund and the requirements as to the payment of instalments and interest.

The funding of obligations provided for by this Order is supplemental to that provided by the other Orders mentioned therein.

SI 1978/1763
ISBN 0-11-084763-6

