

1984 No. 340

PENSIONS

Pensions Increase (Review) Order (Northern Ireland) 1984

Made 20th September 1984

Coming into operation 26th November 1984

Whereas by virtue of Article 25 of the Social Security Pensions (Northern Ireland) Order 1975(a) a direction(b) has been given under section 120 of the Social Security (Northern Ireland) Act 1975(c) by the Department of Health and Social Services acting in conjunction with the Department of Finance and Personnel that the sums which are the additional components in the rate of long-term benefits are to be increased by a specified percentage.

Now, therefore, the Department of Finance and Personnel, in exercise of the powers conferred by Article 69(1), (2) and (5) of the Social Security Pensions (Northern Ireland) Order 1975(d) (which has effect as if it were contained in Part I of the Pensions (Increase) Act (Northern Ireland) 1971(e)) and now vested in it(f) and of every other power enabling it in that behalf, hereby makes the following Order:

Citation and commencement

1. This Order may be cited as the Pensions Increase (Review) Order (Northern Ireland) 1984 and shall come into operation on 26th November 1984.

Interpretation

2.—(1) In this Order—

“the Act of 1971” means the Pensions (Increase) Act (Northern Ireland) 1971;

“basic rate” has the meaning given by section 15(1) of the Act of 1971;

“existing Orders” means — the Pensions Increase (Annual Review) Order (Northern Ireland) 1972(g), the Pensions Increase (Annual Review) Order (Northern Ireland) 1973(h), the Pensions Increase (Annual Review) Order (Northern Ireland) 1974(i), the Pensions Increase (Annual Review) Order (Northern Ireland) 1975(j), the Pensions Increase (Annual Review) Order (Northern Ireland) 1976(k), the Pensions Increase (Annual Review) Order (Northern Ireland) 1977(l), the Pensions Increase (Annual Review) Order (Northern Ireland) 1978(m), the Pensions Increase (Review) Order (Northern

(a) S.I. 1975/1503 (N.I. 15)

(b) Contained in S.R. 1984 No. 273 Art. 3(3)

(c) 1975 c. 15

(d) Art. 69 of S.I. 1975/1503 (N.I. 15) amended the Pensions (Increase) Act (Northern Ireland) 1971 (1971 c. 35 (N.I.)). Art. 69(5) was modified in its effect by Art. 69A (inserted by Art. 10(3) of the Social Security (Northern Ireland) Order 1979 (S.I. 1979/396 (N.I. 5))). Art. 69 was further amended by S.I. 1979/396 (N.I. 5) Art. 10(2)

(e) 1971 c. 35 (N.I.)

(f) By S.R. 1976 No. 281 Art. 3 and Sch. 1 and S.I. 1982/338 (N.I. 6) Art. 4

(g) S.R. & O. (N.I.) 1972 No. 263

(h) S.R. & O. (N.I.) 1973 No. 364

(i) S.R. 1974 No. 296

(j) S.R. 1975 No. 269

(k) S.R. 1976 No. 276

(l) S.R. 1977 No. 277

(m) S.R. 1978 No. 269

Ireland) 1979(a), the Pensions Increase (Review) Order (Northern Ireland) 1980(b), the Pensions Increase (Review) Order (Northern Ireland) 1981(c), the Pensions Increase (Review) Order (Northern Ireland) 1982(d), and the Pensions Increase (Review) Order (Northern Ireland) 1983(e);

“official pension” has the meaning given by section 5(1) of the Act of 1971;

“the Order of 1975” means the Social Security Pensions (Northern Ireland) Order 1975;

“pension authority” has the meaning given by section 7(1) of the Act of 1971;

“qualifying condition” means one of the conditions laid down in section 3 of the Act of 1971;

“widow’s pension” has the meaning given by section 15(1)(f) of the Act of 1971.

(2) For the purpose of this Order the time when a pension “begins” is that stated in section 8(2) of the Act of 1971.

(3) Where, for the purposes of this Order, it is necessary to calculate the number of complete months in any period an incomplete month shall be treated as a complete month if it consists of at least 16 days.

Increases in certain pensions

3.—(1) The annual rate of an official pension may, if a qualifying condition is satisfied or the pension is a widow’s pension, be increased as set out in paragraphs (2) and (3) by the pension authority in respect of any period beginning on or after 26th November 1984.

(2) A pension beginning before 21st November 1983 may be increased by 5·1 per cent. of the basic rate as increased by the amount of any increase under section 1 of the Act of 1971 or the existing Orders.

(3) A pension beginning on or after 21st November 1983 and before 26th November 1984 may be increased by 5·1 per cent. multiplied by $\frac{A}{B}$ where A is the number of complete months in the period between the beginning of the pension and 26th November 1984 and B is 12.

Increases in certain lump sums

4. In respect of any lump sum which became payable before 26th November 1984 but after 20th November 1983 there may be paid an increase of 5·1 per cent. of the amount of the lump sum (as increased by the amount of any increase under section 1 of the Act of 1971 or under the existing Orders) multiplied by $\frac{A}{B}$ where:

(a) A is the number of complete months in the period between the beginning date for the lump sum (or, if later, 21st November 1983) and the date on which it became payable; and

(b) B is 12.

Reductions in respect of guaranteed minimum pensions

5. Where—

(i) a person is entitled to a guaranteed minimum pension on 26th November 1984 and

(a) S.R. 1979 No. 338

(b) S.R. 1980 No. 364

(c) S.R. 1981 No. 307

(d) S.R. 1982 No. 303

(e) S.R. 1983 No. 289

(f) As amended by S.I. 1974/1267 (N.I. 2) Art. 5(3)(b)

- (ii) entitlement to that guaranteed minimum pension arises from an employment from which (either directly or by virtue of the payment of a transfer credit under Article 40 of the Order of 1975) entitlement to the official pension also arises;

the amount by reference to which any increase in the rate of an official pension provided for by this Order is to be calculated shall be reduced by an amount equal to the rate of the guaranteed minimum pension unless the Department of Finance and Personnel shall, in accordance with the provisions of Article 69A(a) of the Order of 1975, otherwise direct.

Sealed with the Official Seal of the Department of Finance and Personnel on 20th September 1984.

(L.S.)

J. B. Forsythe

Assistant Secretary

EXPLANATORY NOTE

(This note is not part of the Order.)

The Department of Finance and Personnel is required to provide by Order for increases in the rates of public service pensions.

This obligation arises under Article 69 of the Social Security Pensions Order (Northern Ireland) 1975 (as amended by Article 10 of the Social Security (Northern Ireland) Order 1979 and as modified in effect by Article 69A of the Order of 1975 (introduced by Article 10(3) of the Order of 1979)).

The increase to be made in the rates of such pensions is the percentage (or in some circumstances a fraction of the percentage) by which the Department of Health and Social Services acting in conjunction with the Department of Finance and Personnel has, by virtue of the provisions of Article 25 of the Social Security Pensions (Northern Ireland) Order 1975, increased the sums which are the additional components in the rates of long term benefits, namely the additional pension entitlements accruing to employees in respect of their earnings after 5th April 1978.

For pensions which began before 21st November 1983 the increase is 5.1%.

For pensions which began on or after 21st November 1983 the increases are computed under the formula set out in Article 69(3)(a) of the Order of 1975 and are as follows:

<i>Pensions Beginning</i>	<i>Percentage Increase</i>	<i>Pensions Beginning</i>	<i>Percentage Increase</i>
21st November 1983 to 10th December 1983	5.1%	11th May 1984 to 10th June 1984	2.6%
11th December 1983 to 10th January 1984	4.7%	11th June 1984 to 10th July 1984	2.1%
11th January 1984 to 10th February 1984	4.3%	11th July 1984 to 10th August 1984	1.7%
11th February 1984 to 10th March 1984	3.8%	11th August 1984 to 10th September 1984	1.3%
11th March 1984 to 10th April 1984	3.4%	11th September 1984 to 10th October 1984	0.9%
11th April 1984 to 10th May 1984	3.0%	11th October 1984 to 10th November 1984	0.4%

A deferred lump sum which begins on or before 10th November 1984 and which becomes payable after 25th November 1984 receives the same percentage increase as a pension which begins on the same date.

Article 4 of the Order also provides for increases on certain deferred lump sums which became payable after 20th November 1983 and before 26th November 1984.

The Order also provides that the amount by reference to which any increase in the rate of an official pension is to be calculated shall be reduced by an amount equal to the rate of the guaranteed minimum pension entitlement deriving from the employment which gives rise to the official pension. This is required by Article 69(5) of the Social Security Pensions (Northern Ireland) Order 1975 but Article 69A of that Order empowers the Department of Finance and Personnel to direct that in respect of specified cases or classes of case either no such reduction shall be made or the reduction shall be less than the rate of the guaranteed minimum pension.

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This Order has been exempted from printing by the Statutory Rules (Northern Ireland) Order 1979. A summary is given in the List of Statutory Rules of a Local Character under the heading ROADS.