

EXECUTIVE BOARD 11<sup>TH</sup> MARCH 2021

Answer from Councillor Vicky McGurk to question from Councillor John Slater:

Hi John,

As requested the pension liability is £253m.

*However the pension liability represents an estimate of the future cost of pensions to be paid to current and former employees – it is based on various assumptions made by the scheme actuary at a single point in time such as how long people will live, the values of pensions, future inflation, future investment returns on pension assets including equities and government bonds etc.*

*The cost of the pension liability is matched in the Council's accounts by a Pensions Reserve, so that there is no impact of these accounting arrangements for the council tax payer.*