

**Lancashire County Pension Fund
Fund Account - Year ending 31 March 2021**

| | PRIOR YEAR ACTUAL | BUDGET | BUDGET | ACTUAL | FORECAST | FORECAST VARIANCE | FORECAST VARIANCE | FAVOURABLE / ADVERSE |
|--|-------------------------------------|--------------------------------------|---|---|--------------------------------------|--------------------------------------|--------------------------------------|---------------------------------|
| | Year ended 31 March 2021 | Year ending 31 March 2022 | 6 months ended 30 September 2021 | 6 months ended 30 September 2021 | Year ending 31 March 2022 | Year ending 31 March 2022 | Year ending 31 March 2022 | |
| | £'000 | £'000 | £'000 | £'000 | £'000 | £'000 | % of budget | |
| INCOME | | | | | | | | |
| Contributions Receivable | | | | | | | | |
| <u>From Employers</u> | | | | | | | | |
| Future service rate contributions | (327,386) | (99,190) | (52,256) | (41,502) | (82,620) | 16,570 | 16.7% | ADV |
| Deficit recovery contributions | (17,961) | (4,646) | (2,323) | (2,470) | (4,939) | (293) | (6.3%) | FAV |
| Pension strain / augmented pensions | (6,432) | (6,800) | (3,400) | (1,138) | (4,538) | 2,262 | 33.3% | ADV |
| From Employees | (77,374) | (64,105) | (32,053) | (33,170) | (67,501) | (3,396) | (5.3%) | FAV |
| Total contributions receivable | (429,153) | (174,741) | (90,032) | (78,280) | (159,598) | 15,143 | 8.7% | ADV |
| Transfers in | (10,761) | (9,900) | (4,950) | (5,727) | (10,677) | (777) | (7.8%) | FAV |
| Total Investment Income | (146,700) | (179,488) | (89,744) | (106,155) | (195,899) | (16,412) | (9.1%) | FAV |
| <u>TOTAL INCOME</u> | (586,615) | (364,129) | (184,726) | (190,162) | (366,174) | (2,046) | (0.6%) | FAV |
| EXPENDITURE | | | | | | | | |
| Benefits Payable | | | | | | | | |
| Pensions | 246,869 | 249,251 | 124,626 | 125,385 | 250,770 | 1,519 | 0.6% | ADV |
| Lump Sum Benefits | 44,928 | 45,300 | 22,650 | 27,556 | 50,206 | 4,906 | 10.8% | ADV |
| Total benefits payable | 291,796 | 294,551 | 147,276 | 152,941 | 300,976 | 6,425 | 2.2% | ADV |
| Transfers out | 16,549 | 16,200 | 8,100 | 7,400 | 15,500 | (700) | (4.3%) | FAV |
| Refund of Contributions | 768 | 730 | 365 | 397 | 762 | 33 | 4.5% | ADV |
| Contributions Equivalent Premium | (13) | 50 | 25 | (6) | 19 | (31) | (61.1%) | FAV |
| Fund administrative expenses | | | | | | | | |
| <u>Administrative and processing expenses:</u> | | | | | | | | |
| Total administrative expenses (includes LPP expenses) | 3,952 | 4,206 | 2,103 | 2,005 | 4,256 | 50 | 1.2% | ADV |
| Total administrative expenses | 3,952 | 4,206 | 2,103 | 2,005 | 4,256 | 50 | 1.2% | ADV |
| Investment management expenses | | | | | | | | |
| <u>Investment management fees:</u> | | | | | | | | |
| LPP directly invoiced investment management fees | 995 | 1,178 | 589 | 470 | 939 | (239) | (20.3%) | FAV |
| DIRECTLY INVOICED non LPP investment management fees - direct holdings | 573 | 163 | 82 | 80 | 163 | 0 | 0.0% | FAV |
| Investment management fees on pooled investments | 109,754 | 80,043 | 40,022 | 89,712 | 135,187 | 55,144 | 68.9% | ADV |
| Transition costs | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% | FAV |
| Custody fees | (14) | 60 | 30 | 24 | 54 | (6) | (9.4%) | FAV |
| Commission, agents charges and withholding tax | 1,092 | 1,425 | 713 | 1,977 | 2,690 | 1,265 | 88.7% | ADV |
| LCC recharge for treasury management costs | 29 | 58 | 29 | 29 | 58 | 0 | 0.0% | FAV |
| Property expenses | 1,764 | 1,276 | 638 | 844 | 1,589 | 313 | 24.5% | ADV |
| Total investment management expenses | 114,193 | 84,204 | 42,102 | 93,137 | 140,681 | 56,477 | 67.1% | ADV |

| | | | | | | | | | |
|---|------------------|----------------|----------------|----------------|----------------|---------------|---------------|-----|--|
| Oversight and Governance expenses | | | | | | | | | |
| Performance measurement fees (including Panel) | 112 | 85 | 43 | 43 | 85 | 0 | 0.0% | FAV | |
| Lancashire Local Pensions Board | 0 | 12 | 6 | 3 | 12 | 0 | 0.0% | FAV | |
| IAS19 advisory fees | 11 | 0 | 0 | 7 | 0 | 0 | 0.0% | FAV | |
| Other advisory fees (including abortive fees) | 124 | 160 | 80 | 43 | 160 | 0 | 0.0% | FAV | |
| Actuarial fees | 113 | 166 | 83 | 75 | 166 | 0 | 0.0% | FAV | |
| Audit fees | 109 | 41 | 21 | 17 | 31 | (10) | (24.4%) | FAV | |
| Legal & professional fees | (89) | 14 | 7 | 1 | 14 | 0 | 0.0% | FAV | |
| LCC staff recharges | 689 | 763 | 382 | 425 | 862 | 98 | 12.9% | ADV | |
| Bank charges | 3 | 2 | 1 | 2 | 3 | 1 | 73.4% | ADV | |
| Total oversight and governance expenses | 1,072 | 1,244 | 622 | 617 | 1,333 | 90 | 7.2% | ADV | |
| <u>TOTAL EXPENDITURE</u> | 428,317 | 401,195 | 200,593 | 256,492 | 463,529 | 62,343 | 15.5% | ADV | |
| <u>MONEY AVAILABLE FOR INVESTMENT BEFORE REALISED AND UNREALISED PROFITS AND LOSSES ON INVESTMENTS</u> | (158,298) | 37,067 | 15,867 | 66,330 | 97,354 | 60,298 | 162.7% | ADV | |