

Pension Fund Committee

Meeting to be held on 10 December 2010

Part I – Item No. 4

Electoral Division affected:
All

The results of the 2010 Actuarial Valuation of the Lancashire County Pension Fund (Appendix A refers)

Contact for further information:

Diane Lister, (01772) 534827, Resources Directorate

Diane.lister@lancashire.gov.uk

Executive Summary

This report sets out the results of the 2010 Actuarial Valuation of the Lancashire County Pension Fund.

Recommendation

The Committee is asked to note the results of the 2010 Actuarial Valuation of the Lancashire County Pension Fund.

Background and Advice

The triennial Valuation of the assets and liabilities of the Lancashire County Pension Fund as at 31 March 2010 has been carried out by the Fund Actuary, Mercer. The results of the Valuation, including amendments to individual employer contribution rates, will be effective from 1 April 2011.

A detailed report of the results is attached at Appendix 'A' and this will be presented by the Actuary at the meeting.

The previous Valuation (effective from 1 April 2008) revealed a funding position of 84% and an average employer contribution rate of 17.8%. The 2010 Valuation has revealed a funding level of 80% and an average employer contribution rate of 19.4% which is a small worsening of the previous position. This result is largely due to the unfavourable changes in market conditions over the period but this has been offset to some extent by the impact of revised demographic assumptions adopted by the Actuary for the 2010 Valuation.

Individual employer contribution rates and the options available to mitigate the impact of increased contributions will be presented to Fund employers at a Briefing to be held at County Hall on 14 December 2010.

The formal Actuarial Valuation Report as at 31 March 2010 is expected to be available by 31 March 2011. A copy of the Report will be sent to all members of the Pension Fund Committee.

Consultations

N/A

Implications:

Risk management

See Appendix 'A'

Local Government (Access to Information) Act 1985

List of Background Papers

Paper	Date	Contact/Directorate/Ext
-------	------	-------------------------

N/A

Reason for inclusion in Part II, if appropriate

N/A