

Lancashire County Pension Fund  
Fund Account - Year ending 31 March 2020

	Actual year ended 31 March 2019 £'000	Budget year ended 31 March 2020 £'000	Budget for 3 months to 30 June 2019 £'000	Actual for 3 months to 30 June 2019 £'000	Variance for 3 months to 30 June 2019 £'000	Notes - see below	Forecast year ended 31 March 2020 £'000	Forecast full year budget variance £'000	Notes - see below
<b>INCOME</b>									
<b>Contributions Receivable</b>									
From Employers	(112,248)	(109,676)	(18,279)	(19,350)	(1,070)		(109,676)	0	
From Employees	(58,641)	(60,394)	(10,066)	(10,115)	(49)		(60,394)	0	
<b>Total contributions receivable</b>	<b>(170,890)</b>	<b>(170,070)</b>	<b>(28,345)</b>	<b>(29,464)</b>	<b>(1,119)</b>		<b>(170,070)</b>	<b>0</b>	
<b>Transfers in</b>	<b>(11,050)</b>	<b>(9,184)</b>	<b>(2,296)</b>	<b>(3,368)</b>	<b>(1,072)</b>		<b>(9,184)</b>	<b>0</b>	
<b>Total Investment Income</b>	<b>(198,210)</b>	<b>(193,220)</b>	<b>(48,305)</b>	<b>(48,903)</b>	<b>(598)</b>		<b>(193,220)</b>	<b>0</b>	
<b>TOTAL INCOME</b>	<b>(380,149)</b>	<b>(372,475)</b>	<b>(78,946)</b>	<b>(81,735)</b>	<b>(2,789)</b>		<b>(372,475)</b>	<b>0</b>	
<b>EXPENDITURE</b>									
<b>Benefits Payable</b>									
Pensions	226,522	233,918	58,480	58,998	518		233,918	0	
Lump Sum Benefits	48,783	43,767	10,942	9,766	(1,176)		43,767	0	
<b>Total benefits payable</b>	<b>275,304</b>	<b>277,686</b>	<b>69,421</b>	<b>68,764</b>	<b>(657)</b>		<b>277,686</b>	<b>0</b>	
<b>Transfers out</b>	<b>15,770</b>	<b>13,702</b>	<b>3,426</b>	<b>2,689</b>	<b>(737)</b>		<b>13,702</b>	<b>0</b>	
<b>Refund of Contributions</b>	<b>611</b>	<b>555</b>	<b>139</b>	<b>233</b>	<b>94</b>		<b>555</b>	<b>0</b>	
<b>Contributions Equivalent Premium</b>	<b>(4)</b>	<b>(4)</b>	<b>(1)</b>	<b>(2)</b>	<b>(1)</b>		<b>(4)</b>	<b>0</b>	
<b>Fund administrative expenses</b>									
<u>Administrative and processing expenses:</u>									
LPP administrative expenses	3,647	3,386	847	846	(0)	1	3,386	0	
Other administrative expenses				(6)	(6)		0	0	
Write off of bad debts	1	10	3	0	(2)		10	0	
<b>Total administrative expenses</b>	<b>3,649</b>	<b>3,396</b>	<b>849</b>	<b>841</b>	<b>(8)</b>		<b>3,396</b>	<b>0</b>	
<b>Investment management expenses</b>									
<u>Investment management fees:</u>									
LPP directly invoiced investment management fees	1,767	1,895	474	429	(45)	2	1,895	0	
DIRECTLY INVOICED non LPP investment management fees - direct holdings	1,433	2,291	573	226	(346)		2,291	0	
Investment management fees on pooled investments	57,604	53,226	20,806	23,990	3,183	3	53,226	0	
Transition costs	2	120	0	0	0		120	0	
Custody fees	29	64	16	0	(16)		64	0	
Commission, agents charges and withholding tax	0	2,000	500	281	(219)		2,000	0	
LCC recharge for treasury management costs	52	58	15	0	(15)	4	58	0	
Property expenses	4,674	3,000	750	1,987	1,237	5	3,000	0	
<b>Total investment management expenses</b>	<b>65,561</b>	<b>62,654</b>	<b>23,134</b>	<b>26,913</b>	<b>3,779</b>		<b>62,654</b>	<b>0</b>	
<b>Oversight and Governance expenses</b>									
Performance measurement fees (including Panel)	94	78	20	(10)	(30)	6	78	0	
IAS19 advisory fees	87	55	14	5	(8)		55	0	
Other advisory fees (including abortive fees)	179	200	50	10	(40)		200	0	
Actuarial fees	9	100	25	12	(13)		100	0	
Audit fees	45	26	7	0	(7)		26	0	
Legal & professional fees	68	120	30	105	75		120	0	
LCC recharges	446	616	154	12	(142)	4	616	0	
Bank charges	7	5	1	0	(1)		5	0	
<b>Total oversight and governance expenses</b>	<b>935</b>	<b>1,200</b>	<b>300</b>	<b>134</b>	<b>(166)</b>		<b>1,200</b>	<b>0</b>	
<b>TOTAL EXPENDITURE</b>	<b>361,826</b>	<b>359,190</b>	<b>97,268</b>	<b>99,571</b>	<b>2,304</b>		<b>359,190</b>	<b>0</b>	
<b>MONEY AVAILABLE FOR INVESTMENT BEFORE REALISED AND UNREALISED PROFITS AND LOSSES ON INVESTMENTS</b>	<b>(18,323)</b>	<b>(13,285)</b>	<b>18,321</b>	<b>17,836</b>	<b>(485)</b>		<b>(13,285)</b>	<b>0</b>	

NOTES

- 1 - Credit to 'other' administration expenses is the recharge of costs to new employers for set up fees.
- 2 - Actuals for Q1 include estimates for May and June based on April invoice. Varies dependent on market value of investments.
- 3 - Estimate for Q1 fees embedded in market value of investments. A number of managers charge performance fees in Q1 for the previous year.
- 4 - Lancashire County Council recharge for staff not yet received.
- 5 - Expenditure against this budget is not smooth through the year. Forecast for full year is being reviewed for Q2 reporting.
- 6 -Credit on performance management is due to return of funds by LPFA following incorrect recharge to Lancashire in prior year.