

NORTH YORKSHIRE COUNTY COUNCIL

PENSION FUND COMMITTEE

24 NOVEMBER 2016

BUDGET / STATISTICS

Report of the Treasurer

1.0 PURPOSE OF THE REPORT

1.1 To report on the following:

(a) the expenditure/income position to date for 2016/17 (see section 2)

(b) the cash deployment of the Fund (see section 3)

2.0 2016/17 FORECAST

2.1 The Cash surplus for the quarter to 30 September 2016 (£2.7m) was higher than forecast (£2.2m), by £0.5m.

2.2 Pensions Payroll Expenditure of £38.2m was higher than forecast by £0.7m.

2.3 Contributions Income of £57.1m represents a £2.1m positive variance to budget.

2.4 Transfer Income for the period was £0.6m more than forecast at £4.1m, while Transfer Expenditure was £1.6m more than budget at £3.6m. Short term variances are to be expected. The forecasts for the year remain unchanged.

3.0 CASH DEPLOYMENT IN 2016-17

3.1 The cash generated in the year by the annual surplus, together with the opening balance has been utilised in 2016/17 as follows:

	£m	
Cash Balance Brought Forward from 2015/16	3.8	
Surplus to 30 September 2016 (as per Appendix 1)	2.7	
Cash Available as at 30 September 2016	6.5	(a)
Rebalancing		
May 2016 (transfer to Threadneedle)	-10.0	
June 2016 (transfer to Threadneedle)	-30.0	
June 2016 (transfer to Threadneedle)	-25.0	
June 2016 (transfer from Standard Life)	25.0	
Total Rebalancing	-40.0	(b)
Accruals for September 2016	5.4	(c)
Available for Rebalancing of the Fund	-28.1	(d) = (a+b+c)

- 3.2 At the end of September 2016 the Fund held a negative cash balance as a result of an opportunity to add to the property investment with Threadneedle in the previous quarter. NYPF disinvested £41.9m from ECM on the 10 November 2016 to address this deficit and provide sufficient cash to satisfy the Fund's requirements over the current quarter.

4.0 RECOMMENDATIONS

- 4.1 Members to note the contents of the report.

GARY FIELDING
Treasurer
Central Services
County Hall
Northallerton

14 November 2016

		Budget 2016/17	Profiled Budget to 30 Sept	Actual Income/ Expenditure to 30 Sept	Variance ie (iii-ii)	Forecast 2016/17
		£000	£000	£000	£000	£000
		(i)	(ii)	(iii)	(iv)	(v)
<u>EXPENDITURE</u>						
Benefits						
		75,000	37,500	38,242	742	75,000
		27,000	15,000	15,031	31	27,000
	sub total (a)	102,000	52,500	53,273	773	102,000
Admin Expenses						
		1,100	550	550	0	1,100
		250	100	103	3	250
		200	100	81	-19	200
	sub total (b)	1,550	750	734	-16	1,550
Investment Expenses						
		3,400	1,700	1,901	201	3,400
		4,500	1,000	888	-112	4,500
		150	75	80	5	150
		260	130	139	9	260
	sub total (c)	8,310	2,905	3,008	103	8,310
	Total Expenditure (d)	111,860	56,155	57,015	860	111,860
INCOME						
Contributions						
		108,000	55,000	57,134	2,134	108,000
		2,500	1,250	1,460	210	2,500
	sub total (e)	110,500	56,250	58,594	2,344	110,500
Transfers						
		7,000	3,500	4,119	619	7,000
		-4,000	-2,000	-3,643	-1,643	-4,000
	sub total (f)	3,000	1,500	476	-1,024	3,000
Other Income						
		1,300	650	655	5	1,300
	sub total (g)	1,300	650	655	5	1,300
	Total Income (h)	114,800	58,400	59,725	1,325	114,800
	Net Surplus (i)	2,940	2,245	2,710	465	2,940

