

Dyfed Pension Fund
Budget
1st April 2018 - 31st March 2019

	Budget Type	Actual 2017-2018	Budget 2018-2019	Total income/ expenditure to date	Forecast Commitments	Actual income/ expenditure at year end	End of year variance		Assumptions/Comments
	Controllable / Non Controllable	£ '000 (a)	£ '000 (b)	£ '000 (c)	£ '000 (d)	£ '000 (e)	£ '000 (f)	%	
Expenditure									
Benefits Payable	Both	71,900	76,699	18,138	54,415	72,554	-4,145	-5.7	Budget includes £4m for 3% pensions increase (based on CPI) and 2.5% net effect of new and deferred
Pensions Payable	Controllable	57,025	63,199	15,607	46,822	62,429	-770		
Commutation and lump sum retirement benefits	Non Controllable	13,041	12,000	2,193	6,580	8,774	-3,226		Budget based on likely outturn for 17-18.
Lump sum death benefits	Non Controllable	1,834	1,500	338	1,013	1,351	-149		Budget based on likely outturn for 17-18.
Payments to and account of leavers	Non Controllable	3,452	2,620	557	1,672	2,229	-391	-9.5	
Management Expenses		5,873	7,167	1,500	5,342	6,842	-325	-5.2	
Computer Software	Controllable	205	350	296	0	296	-54		
Printing charges	Controllable	21	20	6	17	22	2		Reduction in printing fees due to electronic access to statements.
Subscriptions, Legal fees, Conf Exps, Med Exps	Controllable	76	68	23	69	91	24		Budget based on likely outturn for 17-18.
Fund Managers									
BlackRock	Controllable	1,427	1,520	0	1,392	1,392	-128		Budget based on likely outturn for 17-18 with approximate 5% market value increase.
Baillie Gifford	Controllable	980	1,320	0	1,256	1,256	-64		Budget based on likely outturn for 17-18 with approximate 5% market value increase.
Columbia Threadneedle	Controllable	860	1,000	0	960	960	-40		Budget based on likely outturn for 17-18 with approximate 5% market value increase.
Schroders	Controllable	469	520	0	560	560	40		Budget based on likely outturn for 17-18 with approximate 5% market value increase.
Partners Group	Controllable	599	800	0	696	696	-104		Budget based on likely outturn for 17-18 with approximate 5% market value increase.
Custodian									
Northern Trust	Controllable	50	30	0	28	28	-2		Budget based on likely outturn for 17-18.
Actuary									
Mercer	Controllable	90	70	0	70	70	0		Budget based on likely outturn for 17-18. Tender Imminent.
Performance Manager									
Northern Trust / PIRC / CEM	Controllable	4	26	1	25	26	0		New contracts in place for quarterly performance services, cost monitoring and LGPS universe benchmarking.
Independent Advisor									
E. Lambert	Controllable	19	20	0	20	20	0		
Other									
Euraplan, LSE, Pension Board	Controllable	19	23	0	23	23	0		
Wales Pension Partnership	Controllable	115	200	0	200	200	0		Additional budget required to cover operator fees, custodian fees, depository fees when the Global equities sub
Central recharges	Non Controllable	929	1,172	1,172	0	1,172	0		Central Recharges has been revised for 18-19. Includes the new pensions administration structure.
Audit fees	Controllable	29	29	2	27	29	0		
Controllable Expenditure		61,969	69,194	15,935	52,164	68,100	-1,095		
Non Controllable Expenditure		19,256	17,292	4,261	9,265	13,526	-3,766		
Total Expenditure		81,225	86,486	20,196	61,430	81,626	-4,861		
Income									
Contributions									
Employer	Controllable	-47,261	-50,514	-21,865	-28,148	-50,013	501	-1.0	2018-19 budget based on December 17 contributions including 2% pay increase and amendments to
Member	Controllable	-17,815	-18,640	-1,293	-14,852	-16,146	2,495	-14.0	2018-19 budget based on December 17 contributions including 2% pay increase and amendments to
Investment Income	Controllable	-18,595	-15,832	-1,547	-14,296	-15,843	-11	0.1	Dividend income is now reinvested. Investment income will be called upon as per cash flow requirements. £15.8
Other Income	Controllable	-58	0	-3	0	-3	-3	5.7	Budget not required for 18-19. 3rd party administration invoices now raised against Pensions Administration
Transfers in from other pension funds	Non Controllable	-1,889	-1,500	-1,490	0	-1,490	10	-0.5	Budget based on likely outturn for 17-18.
Controllable Income		-83,729	-84,986	-24,709	-57,296	-82,004	2,982		
Non Controllable Income		-1,889	-1,500	-1,490	0	-1,490	10		
Total Income		-85,618	-86,486	-26,199	-57,296	-83,494	2,992		
Controllable Total		-21,760	-15,792	-8,773	-5,132	-13,905	1,887		
Non Controllable Total		17,367	15,792	2,771	9,265	12,036	-3,756		
Total		-4,393	-0	-6,003	4,134	-1,869	-1,869		
Cash Transfer to Fund Managers	Cash	2,500	0	-10,000	0	-10,000	-10,000		
Indirect Transactional Management Fees	Non Cash	1,898	1,900	0	1,900	1,900	0	0.0	New CIPFA Management cost guidance issued to show indirect transactional fees indirectly paid by the funds

Investment Income	Non Cash	-12,866	-1,900	0	-1,900	-1,900	0	0.0	Contra entry to the Indirect transactional fees
Realised gain/loss	Non Cash	-52,245	-50,000	0	-50,000	-50,000	0	0.0	Non Controllable. To cover portfolio rebalances. No impact to cash.