

DYFED PENSION FUND COMMITTEE

15TH NOVEMBER 2023

BUDGET MONITORING 1 APRIL 2023 – 30 SEPTEMBER 2023

To provide the Dyfed Pension Fund Committee with an update on the latest budgetary position as at 30 September 2023

Recommendations / key decisions required:

The Committee to receive the latest Dyfed Pension Fund Budget Monitoring report and consider the budgetary position.

Reasons:

To provide the Dyfed Pension Fund Committee with an update on the latest budgetary position as at 30 September 2023.

Cabinet Decision Required N/A

Council Decision Required N/A

CABINET MEMBER PORTFOLIO HOLDER:- N/A

Directorate:

Corporate Services

Name of Director:

Chris Moore

Report Author:

Chris Moore

Designations:

Director of Corporate Services,
Carmarthenshire County Council

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EXECUTIVE SUMMARY

DYFED PENSION FUND COMMITTEE 15TH NOVEMBER 2023

BUDGET MONITORING 1 APRIL 2023 – 30 SEPTEMBER 2023

The position as at 30 September 2023 was an under spend compared to budget of £1.6m.

Expenditure

Expenditure is projected to be overspent by £500k. Pensions payable is forecast to be underspent by £1.2m. At budget setting for 2023-24 an increase of 2.2% was included to estimate the additional pensions paid on new pensioner members for the year, to date the actual increase in pensioner membership has been closer to 1%.

Lump sum death benefits are forecast to be underspent by £1m and management expenses by £100k. Offsetting these underspends, lump sum retirement benefits are forecast to be £2.3m more than budget whilst transfers out are forecast to be £500k more than budget.

Income

Contributions are forecast to be £2.6m more than budgeted which is due to member pensionable payroll being higher than anticipated at budget setting. Higher augmentation income from Employers has also been received than was anticipated at budget setting.

Transfers in are forecast to exceed budget by £500k and investment income is forecast to below budget by £1m. Therefore, income is forecast to be exceed budget by £2.1m.

Total expenditure is estimated at £123.3m and total income estimated at £124.9m resulting in a positive cash flow position of £1.6m.

DETAILED REPORT ATTACHED?

YES

IMPLICATIONS

I confirm that other than those implications which have been agreed with the appropriate Directors / Heads of Service and are referred to in detail below, there are no other implications associated with this report:

Signed: **C Moore**

Director of Corporate Services

| Policy, Crime & Disorder and Equalities | Legal | Finance | ICT | Risk Management Issues | Staffing Implications | Physical Assets |
|---|-------------|------------|-------------|------------------------|-----------------------|-----------------|
| NONE | NONE | YES | NONE | NONE | NONE | NONE |

Finance

Overall, the Fund needs to maintain a positive cash flow balance to meet its obligations. The cash flow projection was positive by £1.6m as at 30 September 2023.

CONSULTATIONS

I confirm that the appropriate consultations have taken in place and the outcomes are as detailed below

Signed: **C Moore**

Director of Corporate Services

| | |
|--|-----|
| 1. Scrutiny Committee request for pre-determination | N/A |
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2. Local Member(s) N/A

3. Community / Town Council N/A

4. Relevant Partners N/A

5. Staff Side Representatives and other Organisations N/A

CABINET MEMBER PORTFOLIO HOLDER(S) AWARE/CONSULTED

N/A

**Section 100D Local Government Act, 1972 – Access to Information
List of Background Papers used in the preparation of this report:**

THERE ARE NONE