

Pension Fund Committee

30 November 2009

Pension Fund Investments



Stuart Crowe, Corporate Director Resources

Purpose of the Report

1. To inform the Committee of the overall value of the Pension Fund as at 30 September 2009, of the additional sums available to the Managers for further investment and of the result of the latest Fund Rebalancing.

Value of the Fund

2. Reports from the six appointed Managers AllianceBernstein, Barings, BlackRock, CBRE, Edinburgh Partners and Royal London have been sent out with the papers but for information the Value of the Fund as at 30 September 2009 was £1,505,359,225.

Allocation of New Money

3. Table 1 details the cash position of the Fund, cash flow for the last four quarters, and an estimated cash flow for the quarter ending 31 December 2009.
4. In determining the amount of cash to be allocated to Managers at the quarter ended 31st December 2009, the un-invested cash balance at the end of the previous quarter, together with interest received in that quarter, is considered. The amount allocated to each Manager is subject to the need to retain money to meet the Fund's net cash outflow. After taking these issues into account it was decided that £10,000,000 be allocated to the Managers for investment.

Fund Rebalancing

5. Table 2 shows the Cash Rebalancing matrix including the additional cash of £10,000,000 discussed above.

Recommendation

6. Members are asked to note the information contained in this report.

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23rd November 2009
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<i>Quarter Ended</i> (1)	31.12.08		31.03.09		30.06.09		30.09.09		31.12.09
	Estimate (2)	Actual (3)	Estimate (4)	Actual (5)	Estimate (6)	Actual (7)	Estimate (8)	Actual (9)	Estimate (10)
	£	£	£	£	£	£	£	£	£
Contributions - DCC	11,100,000	8,031,222	14,000,000	15,313,246	11,500,000	10,592,609	10,600,000	16,788,468	16,000,000
- Other	12,000,000	11,665,754	12,000,000	12,385,960	12,200,000	12,324,104	12,200,000	8,316,423	8,000,000
Pensions Increase	1,000,000	886,965	800,000	1,115,285	1,000,000	1,022,611	1,000,000	1,679,891	1,500,000
Transfer Values	2,000,000	820,560	1,200,000	2,449,560	1,000,000	4,318,455	1,000,000	2,882,686	1,500,000
Loans Repaid	0	0	0	0	0	0	0	0	0
Gross Dividend & Interest	1,000,000	1,138,720	700,000	1,081,566	1,000,000	745,645	600,000	513,093	334,000
Total Income	27,000,000	22,543,221	28,700,000	32,345,616	26,700,000	29,003,423	25,400,000	30,180,561	27,334,000
Payroll Paysheets	16,000,000	15,839,087	16,000,000	18,778,221	16,000,000	15,190,368	16,000,000	16,788,468	17,000,000
Payables Paysheets (incl. Managers' fees)	11,000,000	5,346,475	8,000,000	7,080,087	8,000,000	7,614,475	8,000,000	8,125,032	8,000,000
Total Expenditure	27,000,000	21,185,562	24,000,000	25,858,308	24,000,000	22,804,843	24,000,000	24,913,500	25,000,000
Surplus / (Deficit)	0	1,357,659	4,700,000	6,487,308	2,700,000	6,198,580	1,400,000	5,267,061	2,334,000
Net Capital payments/(receipts)		2,933,061		574,768		2,996,899		7,082,516	
Balance at Bank (opening)		79,258,915		85,413,855		95,034,638		95,385,172	
Balance at Bank (closing)		85,413,855		95,034,638		95,385,172		20,668,782	
Money paid/(recovered) to/(from Manager)		0		0		0		79,700,000	