

PENSION FUND ADMINISTRATION BUDGET 2015-16 - BUDGET MONITORING

	2015/16			Explanations
	Budget £000	Projected Outturn £000	Variance £000	
<u>Fund Investment</u>				
Investment Management Fees				
Segregated Funds	5,049	5,213	164	Higher than forecast performance fee from Baillie Gifford arising from continued outperformance.
Pooled Funds *	2,329	2,128	-201	Slower pace of investments than expected from infrastructure mandate.
	7,378	7,341	-37	<i>These projected fee estimates are based on current market conditions and are subject to change prior to year end.</i>
<u>Fund Investment Costs</u>				
1 Investment Administration	108	108	0	
2 Investment Custodial & Related Services	56	39	-17	Lower custodian fees from more use of pooled funds
3 Investment Consultancy	153	105	-48	Savings from support required for Custodian review & lower legal fees from mandate reviews
4 Corporate Governance Services	39	39	0	
5 Performance Measurement	46	46	0	
	402	337	-65	
<u>Fund Scheme Administration</u>				
6 Pension Scheme Administration	1,458	1,354	-104	In year vacancies & potential administration procurement savings of new software.
7 Actuarial Services	111	150	39	Increased employer activity and additional technical support to cover vacancies
8 Audit	58	58	0	
9 Legal Advice	20	20	0	
10 Committee & Governance	82	69	-13	Training costs, in particular for the Local Pension Board re-profiled into 2016-17
	1,730	1,652	-78	
Fund Administration Costs	1,730	1,652	-78	
Total FUND COSTS	2,132	1,989	-143	
TOTAL FUND EXPENDITURE (Costs & Fees)	9,510	9,330	-180	

* Invisible costs paid through investments