

PENSION FUND ADMINISTRATION BUDGET 2012-13 - BUDGET MONITORING

	2012/13			Explanations
	Budget £000	Projected Outturn £000	Variance £000	
<u>Fund Investment</u>				
Investment Management Fees				
Segregated Funds	3,980	2,805	1,175	Lower performance fee paid to Baillie Gifford and lower fees from terminating Capital mandates replacing them with pooled ones.
Pooled Funds *	1,175	1,931	-756	Implementation of new mandates, namely Partners (Infrastructure) and Barings (Absolute Return Funds) from June 2012
	<u>5,155</u>	<u>4,736</u>	<u>419</u>	<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	91	91	0	
2 Investment Custodial & Related Services	38	49	-11	Lower securities lending income accrued due to increased investment in pooled funds
3 Investment Consultancy	275	178	97	Mainly the result of a lower number of investment manager search activity than budgeted
4 Corporate Governance Services	49	52	-3	
5 Performance Measurement	40	40	0	
	<u>493</u>	<u>410</u>	<u>83</u>	
<u>Fund Scheme Administration</u>				
6 Pension Scheme Administration	1,215	1,124	91	Lower staff costs due to the delay in implementing restructure and carrying a number of vacancies in the interim.
7 Actuarial Services	99	115	-16	Increased use of benefit advisor for advice on specific issues and increased outsourcing activity
8 Audit	56	56	0	
9 Legal Advice	9	65	-56	Additional Legal costs in relation to new admitted bodies, outsourcing, administration.
10 Committee & Governance	48	42	6	
	<u>1,427</u>	<u>1,402</u>	<u>25</u>	
Fund Administration Costs	<u>1,427</u>	<u>1,402</u>	<u>25</u>	
Total FUND COSTS	<u><u>1,920</u></u>	<u><u>1,812</u></u>	<u><u>108</u></u>	
TOTAL FUND EXPENDITURE (Costs & Fees)	<u><u>7,075</u></u>	<u><u>6,548</u></u>	<u><u>527</u></u>	