

Appendix 4: Cashflow Monitoring Position as at 30 September 2019

Pension Fund Current Account Cashflow Actuals and Forecast for period July 2019 to June 2020

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Forecast Annual Total	Forecast Monthly Total
	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s		
	Actual	Actual	Actual	F'cast	F'cast	F'cast	F'cast	F'cast	F'cast	F'cast	F'cast	F'cast		
Balance b/f	2,453	2,522	840	4,388	2,288	2,188	1,488	1,388	1,288	2,588	2,488	2,388	£000s	£000s
Contributions	2,267	2,261	2,251	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	26,579	2,215
Pensions	(2,896)	(2,923)	(2,878)	(2,900)	(2,900)	(2,900)	(2,900)	(2,900)	(2,900)	(2,900)	(2,900)	(2,900)	(34,797)	(2,900)
Lump Sums	(722)	(1,067)	(176)	(200)	(700)	(700)	(700)	(700)	(700)	(700)	(700)	(700)	(8,265)	(689)
Net TVs in/(out)	(631)	(228)	(1,272)	(200)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(6,632)	(553)
Net Miscellaneous Expenses	51	275	(380)	(200)	(200)	(200)	(200)	(200)	(200)	(200)	(200)	(200)	(1,854)	(154)
Net Cash Surplus/(Deficit)	(1,931)	(1,682)	(2,456)	(2,100)	(2,100)	(2,100)	(2,100)	(2,100)	(2,100)	(2,100)	(2,100)	(2,100)	(24,969)	(2,081)
Distributions	-	-	4,004	-	-	1,400	-	-	3,400	-	-	1,400	11,404	950
Net Cash Surplus/(Deficit) including investment income	(1,931)	(1,682)	1,548	(2,100)	(2,100)	(700)	(2,100)	(2,100)	1,300	(2,100)	(2,100)	500	(13,565)	(1,130)
Withdrawals from Custody Cash	2,000	-	2,000	-	2,000	-	2,000	2,000	-	2,000	2,000	-	14,000	1,167
Balance c/f	2,522	840	4,388	2,288	2,188	1,488	1,388	1,288	2,588	2,488	2,388	2,888	435	36

Current Account Cashflow Actuals Compared to Forecast During the July 2019 to September 2019 Quarter

	Jul-19		Aug-19		Sep-19		Jul – Sep 19
	Forecast	Actual	Forecast	Actual	Forecast	Actual	Variance
	£000s	£000s	£000s	£000s	£000s	£000s	£000s
Contributions	2,100	2,306	2,100	2,261	2,100	2,251	479
Pensions	(2,800)	(3,057)	(2,800)	(2,923)	(2,800)	(2,878)	(297)
Lump Sums	(600)	(386)	(600)	(1,067)	(600)	(176)	(165)
Net TVs in/(out)	(300)	342	(300)	(228)	(300)	(1,272)	(1,332)
Expenses	(200)	(652)	(200)	275	(200)	(380)	546
Distributions	-	-	-	-	1,300	4,004	2,704
Withdrawals from Custody Cash	2,000	2,000	2,000	-	2,000	2,000	2,000
Total	200	69	200	(1,682)	1,600	3,548	(65)

Notes on variances during quarter:

- In September 2019, the Pension Fund received £2.7m extra in distributable income than forecast. This was mainly due to outperformance by the funds and also the recent inclusion of the LCIV Global Bonds fund. This has now been factored in the forecasts going forward.
- This also meant that there was £2m less in cash drawdowns from the custody cash account during the quarter.
- Lump Sums and Net Transfer values are difficult to forecast on a month basis, however the forecast over the quarter is generally in line with expectations.

Pension Fund Custody Invested Cashflow Actuals and Forecast for period July 2019 to June 2020

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Forecast Annual Total
	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	£000s	
	Actual	Actual	Actual	F'cast	F'cast	F'cast	F'cast	F'cast	F'cast	F'cast	F'cast	F'cast	
Balance b/f	30,042	26,967	27,184	22,768	2,768	1,968	4,768	3,968	4,768	5,968	3,968	3,168	£000s
Sale of Assets	-	-	-	-	-	4,000	-	4,000	-	-	-	-	8,000
Purchase of Assets	(1,277)	(3)	(2,551)	(20,000)	-	(1,200)	-	(1,200)	-	-	-	-	(26,231)
Net Capital Cashflows	(3)	(85,003)	(1,629)	-	-	-	-	-	-	-	-	-	(18,231)
Distributions	87	296	301	-	1,200	-	1,200	-	1,200	-	1,200	-	5,484
Interest	21	22	20	-	-	-	-	-	-	-	-	-	63
Management Expenses	-	(99)	(192)	-	-	-	-	-	-	-	-	-	(291)
Foreign Exchange Gains/Losses	91	1	6	-	-	-	-	-	-	-	-	-	99
Class Actions	2	-	-	-	-	-	-	-	-	-	-	-	2
Net Revenue Cashflows	202	220	136	-	1,200	-	1,200	-	1,200	-	1,200	-	8,684
Net Cash Surplus/(Deficit) excluding withdrawals	(1,075)	217	(2,416)	(20,000)	1,200	2,800	1,200	2,800	1,200	-	1,200	-	(77,951)
Withdrawals from Custody Cash	(2,000)	-	(2,000)	-	(2,000)	-	(2,000)	(2,000)	-	(2,000)	(2,000)	-	(14,000)
Balance c/f	26,967	27,184	22,768	2,768	1,968	4,768	3,968	4,768	5,968	3,968	3,168	3,168	(26,874)

Notes on Invested Cash Movements

- In September 2019, the Pension Sub-Committee agreed to invest £20m of its custody cash into the LCIV Global Bond Fund under PIMCO's management as part of its overall rebalancing exercise. The investment was completed on 16 October 2019
- During the quarter, the following amounts were distributed back to the pension fund:
 - £0.5m from the Invesco Private Equity Funds
 - £0.2m from the Unigestion Private Equity Funds
- During the quarter, £2.7m was invested as follows:
 - £2.5m capital call into the Partners Group Direct Infrastructure Fund