



## London Borough of Enfield

<b>Report Title</b>	Funding update
<b>Report to</b>	Pension, Policy & Investment Committee (PPIC)
<b>Date of Meeting</b>	19 July 2023
<b>Cabinet Member</b>	Cllr Tim Leaver
<b>Executive Director / Director</b>	Fay Hammond
<b>Report Author</b>	Ravi Lakhani (Head of Pension Investments). Ravi.Lakhani@enfield.gov.uk
<b>Classification</b>	Part 1 Public

### Purpose of Report

1. To introduce a paper providing a funding update on the Enfield Pension Fund (the "Fund") as at 31 March 2023 provided by the Fund's actuary's, Aon.

### Recommendations

2. The committee are asked to note the contents of the funding update report provided by Aon. (Attached as an appendix)

### Background

3. In line with statutory regulations the fund had a formal triennial actuarial valuation carried out in 2022 which showed the fund had a funding level of 103.6%. This means that the fund is in a surplus position and has more assets than liabilities.
4. The report provided by Aon in Appendix 1 shows the updated funding position as at 31 March 2023.
5. This appendix shows the funding position has increased to 104.2% an increase of 0.6% since the 2022 valuation. (An improvement of £6.3m).
6. This is due to an increase in the assumed rate of future investment returns net of inflation, which has reduced the liabilities. This has been mostly offset by investment returns over the period being below the expected investment returns (discount rate) allowed for in the 2022 valuation.

## **Relevance to Council Plans and Strategies**

7. An economy that works for everyone.

## **Financial Implications**

8. Increases or reductions in the funding levels will impact the level of contributions employers in the fund (including Enfield Council) will be required to make following the next triennial valuation in 2025.

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**Report Author:** Ravi Lakhani  
Head of Pension Investments  
Ravi.Lakhani@enfield.gov.uk  
020 8132 1187

## **Appendices**

Appendix 1: Aon : Funding update at 31 March 2023