

**SECTION 5**  
**PENSION FUND**  
**2008/09**



## **Introduction**

The financial statements have been prepared and audited in accordance with regulations made under the Audit Commission Act 1998.

## **Nature of the scheme**

The Scheme is a defined benefit Scheme and was established on 1 April 1965 to provide retirement pensions and lump sum allowances, survivor dependant's and death gratuities to all eligible employees of Haringey Council. Certain other organisations also participate in the Scheme and details of these are set out below.

The Fund's income is derived from employees, contributions from employing authorities and income from investments.

## **Management of the Scheme**

The overall responsibility for administering the Scheme is vested in the Pensions Committee, the members of which are set out below. The day-to day-running of the Scheme has been delegated to the Chief Financial Officer.

Pensions Committee consists of seven elected Councillors, Quasi-Trustees, with full voting rights and three representatives. Trustees are selected by their respective political Groups, and their appointment is confirmed at the next meeting of the Full Council. They are not appointed for a fixed term but the membership is reviewed regularly by the political Groups.

The three representatives are appointed by their peer groups and generally serve for a period of one year. The constituency of Pensions Committee for 2008/09 financial year is as follows:

Cllr Gmmh Rahman Khan -Trustee – (Chair of Pensions Committee)

Cllr Sheikh G I Thompson -Trustee (appointed 19 May 2008)

Cllr Charles Adje –Trustee

Cllr Dhiren Basu-Trustee

Cllr Toni Mallett Trustee (until 19 May 2008)

Cllr Ron Aitken -Trustee (until 19 May 2008)

Cllr David Beacham - Trustee

Cllr Ed Butcher - Trustee

Cllr Richard Wilson - Trustee

David Fishman - Pensioner representative (appointed 24 July 2008)

Roger Melling – Employee representative

Earl Ramharacksing – Admitted and Scheduled Bodies representative

(appointed 18 September 2008)

### **Committee Meetings**

Committee meetings are generally held 6 times a year. In the year under review the Committee met on 8 occasions.

The day to day management of the Fund's investments is the responsibility of the Fund's five professional fund managers: Alliance Bernstein, Capital International, Fidelity, ING and Pantheon.

Overall investment strategy is the responsibility of the Pensions Committee, who receive advice from the Chief Financial Officer and the Independent Advisor to Trustees and external investment advisors.

The current investment management structure was largely implemented on 16 March 2007 following a full review of strategy by the then Pensions Panel that was advised by the Chief Financial Officer, the Independent Advisor to Trustees and the Pension Fund's (then) external Investment advisors, Hymans Robertson.

As part of this review, the Pensions Panel agreed to introduce a 5 per cent allocation (approximately £30 million) to Private Equity investments. Pantheon was appointed as our Private Equity manager in April 2007.

In addition it was agreed as part of the review to increase the Fund's property allocation from 6 per cent of fund investments to 10 per cent and to introduce an active currency overlay.

However, both the target allocations for Private Equity investments and property allocation have yet to be achieved due to the continuing economic uncertainty in these markets.

Three other firms of managers have been appointed but at present no cash allocations have been made. Legal & General have been appointed as a passive Fund Manager, and Record Currency Management and Investec as currency overlay managers. However, in view of the volatility in stock markets, Pensions Committee have agreed to defer the introduction of active currency mandates until stock markets are less volatile.

Pensions Committee on 30 April 2009 agreed to cease using Alliance Bernstein and to move the UK and Global equities managed to the new passive manager, Legal and General (L&G), as soon as possible pending completion of a tendering exercise to appoint a new active Fund Manager. Transfer of assets to L&G is taking place in the second half of June 2009.

### **Fund administration and membership**

At 31 March 2009, there were 6,820 (2008: 6,954) employees contributing to the Fund and 5,771 (2008: 5,657) pensioners and dependents receiving benefits. There were also 6,122 (2008: 5,487) deferred pensioners.

Staff in the following organisations contribute to the fund and benefit accordingly.

<b>Organisation</b>	<b>Participation type</b>
Haringey Age Concern	Admitted
Alexandra Palace Trading Co	Admitted
Enterprise Ltd	Admitted
Urban Futures London Ltd	Admitted
Haringey CAB	Admitted
Mitte Ltd	Admitted
CONEL	Scheduled
Greig City Academy	Scheduled
Homes for Haringey	Scheduled
John Loughborough Ltd	Scheduled
TLC Ltd	Admitted
One Complete Solution Ltd	Admitted
Fortismere School	Scheduled
RM Education Ltd	Admitted

### **Actuarial position**

The Fund is independently valued every three years by a firm of actuaries to assess the adequacy of the Fund's investments and contributions to meet its long term obligations.

The last triennial valuation of the Fund was as at 31 March 2007. The actuaries report was approved by trustees at the Pensions Committee meeting in January 2008.

The 2007 valuation was carried out in accordance with the Funding Strategy Statement and Guidelines GN9: Retirement Benefits Schemes – Actuarial reports published by the Institute of Actuaries. The valuation method used was the projected unit method. The resulting contribution rates reflected the cost of providing year-by-year accrual of benefits for the funded members and the level of funding for each employer's past-service liabilities.

The main economic and statistical assumptions used were:

<b><u>Asset class</u></b>	<b><u>Rate of Return Nominal % p.a</u></b>
Equities	6.5
Bonds	4.9

### **Rate of pensionable salary increases (excluding increments)**

Compound	4.7% p.a
Rate of price inflation/ Pension increases (Compound)	3.2% p.a

The Market value of the Fund at the time of the last triennial valuation as at 31 March 2007 was £620m. Against this sum liabilities were identified of £798m equivalent to a funding deficit of £178m. The movement in the actuarial deficit is analysed below:

Reason for change	Amount Funding Level	
	£m	%
Interest on surplus	(37)	
Investment returns higher than expected	99	
Changes in demographic assumptions	(24)	
Experience items	37	
Change in financial assumptions	<u>(71)</u>	
	4	
Deficit brought forward	<u>(182)</u>	69
Deficit carried forward	(178)	77.7

The level of funding on an ongoing funded basis has increased from 69 per cent to 77.7 per cent between the triennial actuarial valuations as at end of March 2004 and as at end of March 2007. The main reasons for the increase in the funding level are an improvement in investment earnings and value, and planned stepped increases in employer's contributions since 2004.

The funding policy of the Scheme is to be fully funded. As this policy had not been achieved at the valuation date it has been agreed with the actuary that the past service deficit will be recovered over a period not exceeding 20 years. This maximum recovery period is considered prudent for a statutory body with tax raising powers. Concerning the identified past service deficits of the admitted and scheduled bodies (with the exception of Best Value Admission Bodies) these are to be recovered over the expected future lifetime of the remaining scheme members. Past service deficits in respect of Best Value Admission Bodies should be recovered over the period of the employer's contract.

Following the valuation as at 31 March 2007, the actuary agreed that the Council's contribution rate can remain at the 2007/08 rate of 22.9 per cent of pensionable salaries. The 2008/09 contribution rate is split 8.8 per cent between the past service adjustment to fund the deficit over 20 years and the future service rate of 14.1 per cent.

The actuary has recently undertaken an interim actuarial valuation. The funding level has reduced to 53 per cent as at 31 March 2009 and improved to 58 per cent as at 8 May 2009.

The above deterioration is largely due to the fall in the funding level mainly because investment performance was lower than expectations due to stock market volatility.

The actuary does not propose to revise the minimum level of employer contribution rates as a result of this funding update even though the financial position has worsened significantly.

The Actuary advises that there is no power in the LGPS regulations to increase employers contributions between triennial valuations due to market conditions (other than for admission bodies whose admission agreement is to end soon).

The need for any changes to the contribution rate will be fully assessed as part of the triennial valuation as at 31 March 2010. Results will be available by early 2011.

### Statement of Investment Principles (SIP)

A statement of investment principles was approved by trustees at Pensions Committee in June 2008. The SIP is regularly updated to reflect any changes made to investment

management arrangements and reports the extent of compliance with Myners principles. The SIP is published on the Council's internet web site.

### **Related party transactions**

In 2008/09 the Pension Fund paid £0.630m to the Council for administration (£0.542m in 2007/08). As at 31 March 2009 £10.125m was due from the Council to the fund (£4.996m in 2007/08). During 2008/09 four trustees were also members of the Pension Fund. There were no other material related party transactions.

### **Currency Hedging**

The Council permits its Pension Fund managers to use forward contracts as a currency hedging tool between sterling and the base currency. Cross hedging is not permitted. When the managers use these instruments it is generally because a strong view is held on the likely movement of a specific currency. The principle objective of using the instrument is to lower the risk profile of the portfolio.

### **Advisors**

From time to time the Committee reviews its advisors. During the year a review was undertaken into the provision of actuarial services and the provision of investment advice. Following tendering Hymans Robertson were retained as the Scheme actuary but were replaced as the investment adviser. Hewitt were appointed as investment advisers with effect from 1 August 2008.

A complete list of all scheme advisors may be found at the front of this report.

### **Accounting Policies and Principles**

#### **Basis of preparation**

The financial statements have been prepared in accordance with the LGPS Regulations 2007 (As Amended) and with guidelines set out in the Code of Practice on Local Authority Accounting in the United Kingdom 2008, having regard to the Statement of Recommended Practice, Financial Reports of Pension Schemes (Revised May 2007) – (‘The SORP’) (May 2007)).

The SORP (May 2007) is being adopted for the first time this year, which has required certain changes to be made to the disclosures in the accounts summarised below. The previous years accounts only need to be restated if changes are material.

- investments that were valued using the mid-market prices are now required to be valued at bid prices;
- derivatives are required to be valued at fair value. These were previously accounted for by using an effective economic exposure basis;
- new classifications of Employer contributions have been established;
- direct transaction costs are required to be separately disclosed.

The purpose of these changes is to provide a fairer reflection of the balances and transactions in the accounts. Unless the change in presentation is material:

- changes to comparative figures have not been made but there have been some reclassifications made particularly in respect of the analysis of investments;
- opening balances to the net asset statement have not been re-stated;
- no comparative figures are provided for information being disclosed for the first time;

- where the impact on Fund Account items, has resulted in re-analysis of the comparative figures, no explanation is given.

This approach is in accordance with the SORP (May 2007).

#### **Fund account**

The following items are included on the accruals basis:

Employer normal contributions - amounts relating to wages and salaries for the Scheme year.

Employer additional contributions - amounts receivable in accordance with actuarial advice.

Member normal contributions - amounts deducted from wages and salaries during the Scheme year.

Benefits - amounts due in respect of the year.

Dividends - accrued by reference to the ex-dividend date.

Withholding tax - accrued on the same basis as the income to which it relates.

Interest on fixed interest investments, index linked securities, cash and short-term deposits is accounted for on an accruals basis.

Income from derivatives contracts is recognised as follows:

- Futures contracts - All realised and unrealised gains and losses are included within change in market value. All interest receivable is accrued on a daily basis;
- Forward foreign exchange contracts - All realised and unrealised gains and losses are included within change in market value. All interest receivable is accrued on a daily basis.

Transfers in and out - accounted for when the transfer value is paid or received.

Administrative expenses – amounts payable in respect of the year.

#### **Investments**

Investments are stated at fair value on the final working day of the accounting year as follows:

- Listed securities are stated at bid value. Previously listed securities were shown at mid value. As the change in valuation methodology is not material the 2007/08 values have not been restated (notes 9, 9a, 10 and 11 refer);
- Unquoted securities are stated at the estimate of fair value provided by the investment manager;
- Units in managed funds and pooled investment vehicles are stated at bid prices or at the single closing price where single prices are quoted.

Derivatives are valued at fair value as follows:

- Futures contracts are valued at the relevant exchange prices at the accounting date;

**Foreign currency translation** – the valuation of foreign equities is calculated by using the overseas bid price current at the relevant date and the exchange rate for the appropriate currency at the time to express the value as a sterling equivalent.

**Investment management and administrative expenses** - the fees of investment managers are paid in accordance with their investment management agreements and are linked to the



current value of the portfolio on an ongoing basis. A proportion of relevant Council officers time, including related on-costs, have been charged to the Fund on the basis of actual time spent on scheme administration and investment related matters.

**Valuation of Private Equity Holdings** – the Private Equity valuation in the accounts is assessed by the Private Equity Fund Manager on a fair value basis as determined at 31 December 2008.

### Pension Fund Account

The Pension Fund shows the contributions to the Fund and the benefits paid from it during the 2008/09 year end.

<b>Pension Fund Account</b>	<b>Notes</b>	<b>2008/09 £'000</b>	<b>2007/08 £'000</b>
<b>Dealing with members, employers and others directly involved in the scheme</b>			
Contributions receivable	1	(44,239)	(41,332)
Transfers In	2	(2,562)	(5,418)
Other Income		0	(5)
Benefits payable	3	28,846	26,696
Payments to and on account of leavers	4	6,612	4,484
Administrative Expenses	5	673	595
<b>Net additions from dealings with members</b>		<b>(10,670)</b>	<b>(14,980)</b>
Returns on Investments:			
Investment Income	6	(18,339)	(18,026)
Change in market value of investments	9	142,861	45,083
Taxation	7	197	254
Investment management expenses	8	3,541	2,605
<b>Net returns on investments</b>		<b>128,260</b>	<b>29,916</b>
<b>Net decrease/(increase) in the fund during the year</b>		<b>117,590</b>	<b>14,936</b>
<b>Add: Opening net assets of the scheme</b>		<b>(605,103)</b>	<b>(620,039)</b>
<b>Closing net assets of the scheme</b>		<b>(487,513)</b>	<b>(605,103)</b>

### Net Assets Statement

The Net Assets Statement sets out the assets and liabilities for the Fund as at 31 March 2009. The Fund is separately managed by the Council acting as trustee and its accounts are separate from the Council's.

<b>Net Assets statement</b>	<b>Notes</b>	<b>2008/09 £'000</b>	<b>2007/08 £'000</b>
Investment assets	9	482,291	600,141
Net current assets and liabilities	12	5,222	4,962
<b>Total Assets</b>		<b>487,513</b>	<b>605,103</b>

The accounts summarise the transactions of the Scheme and deal with the net assets at the disposal of the Trustees. They do not take account of obligations to pay pensions and benefits which fall due after the end of the Scheme year.

**Notes to Pension Fund Account****1. Contributions Receivable**

	2008/09 £'000	2007/08 £'000
Employers' normal contributions	33,015	31,896
Employers' deficit funding contributions	66	125
Employers' other contributions	900	523
<b>From members</b>	<b>33,981</b>	<b>32,544</b>
- normal	10,258	8,788
<b>Total</b>	<b>44,239</b>	<b>41,332</b>

Deficit Funding contributions relate to payments by Haringey CAB, Mittie Limited and Alexandra Palace Trading. These are to cover the deficit positions of employers who do not admit new members and whose payroll is thought likely to decrease in the inter-valuation period. Employers' other contributions relate to capital cost payments and cover the cost to the Fund of members awarded early retirement before age 60 or otherwise after age 60 but before their normal protected retirement date.

**1a. Analysis of Contributions Receivable**

	2008/09 £'000	2007/08 £'000
<b>Contributions receivable</b>		
Administering authority	37,717	34,400
Scheduled bodies	5,375	5,478
Admitted bodies	1,147	1,454
<b>Total</b>	<b>44,239</b>	<b>41,332</b>

**2. Transfers In**

	2008/09 £'000	2007/08 £'000
Individual transfers in from other schemes	2,562	5,418
<b>Total</b>	<b>2,562</b>	<b>5,418</b>

**3. Benefits Payable**

	2008/09 £'000	2007/08 £'000
Pensions	23,603	22,143
Commutation of pensions & lump sum retirement benefits	4,195	3,974
Lump sum death benefits	1,048	579
<b>Total</b>	<b>28,846</b>	<b>26,696</b>

Benefits payable are further analysed in the following note.

3a. Analysis of Benefits Payable

	2008/09 £'000	2007/08 £'000
<b>Benefits payable</b>		
Administering authority	26,410	24,451
Scheduled bodies	1,470	1,438
Admitted bodies	966	807
<b>Total</b>	<b>28,846</b>	<b>26,696</b>

4. Payments to and on account of leavers

	2008/09 £'000	2007/08 £'000
Refunds of contributions	9	13
Individual transfers out to other schemes	4,164	4,471
Group transfers out to other schemes	2,439	0
<b>Total</b>	<b>6,612</b>	<b>4,484</b>

Group transfers in 2008/09 relate to the transfer of Magistrates Court staff to the London Pensions Fund Authority (LPFA) scheme.

5. Administrative Expenses

	2008/09 £'000	2007/08 £'000
Council Administration charges	630	542
Legal and other fees	43	53
<b>Total</b>	<b>673</b>	<b>595</b>

6. Investment Income

	2008/09 £'000	2007/08 £'000
Interest from fixed interest securities	535	2,004
Dividends from equities	9,141	9,743
Income from index-linked securities	143	535
Income from pooled investment vehicles	6,743	4,015
Interest on cash deposits	1,777	1,729
<b>Total Investment Income</b>	<b>18,339</b>	<b>18,026</b>

Overseas irrecoverable withholding tax is required to be shown separately under the SORP and therefore 2007/08 accounts have been restated.

7. Taxation

	2008/09 £'000	2007/08 £'000
Irrecoverable withholding tax on investment income	197	254
<b>Total</b>	<b>197</b>	<b>254</b>

Overseas irrecoverable withholding tax is required to be shown separately under the SORP and therefore 2008/09 accounts have been restated with the corresponding entry being to increase investment income (see note 6).

## 8. Investment management expenses

	2008/09 £'000	2007/08 £'000
Fund managers fees	3,265	2,247
Custodian fees	139	151
Trustees advisor fees	15	17
Investment consultant fees	85	122
Other	37	68
<b>Total</b>	<b>3,541</b>	<b>2,605</b>

## 9. Investment Assets

	Value as at 1 April 2008 £'000	Purchases at Cost & Derivative payments £'000	Sales Proceeds and derivative receipts £'000	Changes in market value £'000	Value as at 31 March 2009 £'000
Fixed Interest securities	42,336	44,350	(46,539)	(21,481)	18,665
Equities	259,510	114,546	(111,842)	(91,048)	171,166
Index-linked securities	27,421	9,476	(2,146)	(20,478)	14,273
Pooled Investment vehicles	240,542	123,484	(113,232)	(7,281)	243,513
Derivative Contracts	0	34	(30)	(4)	0
	<u>569,809</u>	<u>291,890</u>	<u>(273,789)</u>	<u>(140,292)</u>	<u>447,617</u>
Cash Deposits	25,886			(2,084)	31,852
Other Investment Balances	4,446			(485)	2,822
<b>Net Investment Assets</b>	<u><u>600,141</u></u>			<u><u>(142,861)</u></u>	<u><u>482,291</u></u>

The market value of the fund decreased by £142.9m during the year, this mainly comprises realised net losses of £55.7m and unrealised net losses of £87.6m. There has been much volatility in the market due to credit issues that have arisen and are linked to the sub prime mortgage market in the USA. This has impacted upon the performance of our portfolio, is still ongoing and the Council are monitoring the position carefully.

Transaction costs are included in the cost of purchases and sales. Transaction costs include costs charged directly to the Scheme such as fees, commissions, stamp duty and other fees. Transaction costs incurred during the year amounted to £469k (2007/08: £479k). In addition to the transaction costs disclosed above, indirect costs are incurred through the bid-offer spread on investments within pooled investment vehicles. The amount of indirect costs is not separately provided to the Scheme.

The Fund's investment assets are further analysed between quoted and unquoted, UK and overseas.

## 9a. Analysis of Investments held

<b><u>FIXED INTEREST SECURITIES</u></b>	<b>2008/09</b>	<b>2007/08</b>
	<b>£'000</b>	<b>£'000</b>
UK Public Sector quoted	18,612	41,876
UK Corporate quoted	53	460
	<b>18,665</b>	<b>42,336</b>
	<b>2008/09</b>	<b>2007/08</b>
	<b>£'000</b>	<b>£'000</b>
<b><u>EQUITIES</u></b>		
UK quoted	87,800	141,412
UK unquoted	0	59
Overseas quoted	83,180	117,567
Overseas unquoted	186	472
	<b>171,166</b>	<b>259,510</b>
	<b>2008/09</b>	<b>2007/08</b>
	<b>£'000</b>	<b>£'000</b>
<b><u>INDEX LINKED SECURITIES</u></b>		
UK Public sector-quoted	13,018	25,924
UK Other -quoted	1,123	1,336
Overseas Other- quoted	132	161
	<b>14,273</b>	<b>27,421</b>
	<b>2008/09</b>	<b>2007/08</b>
	<b>£' 000</b>	<b>£' 000</b>
<b><u>POOLED INVESTMENT VEHICLES</u></b>		
Unit Trusts:		
-property -UK	24,674	39,415
-other -UK	26,422	31,867
-other -Overseas	11,083	9,116
Other managed funds		
-Property-overseas	7,779	9,375
Other-UK	99,386	55,786
Other-Overseas	74,168	94,983
	<b>243,513</b>	<b>240,542</b>

## 9b. Derivative contracts

<b>DERIVATIVE CONTRACTS</b>	<b>2008/09</b>	<b>2007/08</b>
	<b>£' 000</b>	<b>£' 000</b>
Forward Foreign exchange	(4)	0
Futures	4	0
	<u>0</u>	<u>0</u>
	<b>Economic Exposure Value</b>	<b>Market Value</b>
	<b>£'000</b>	<b>£'000</b>
<b>FUTURES</b>		
Foreign equities index traded	<u>155</u>	<u>4</u>

The £4k market value represents the value of open positions at year end.

Derivative receipts and payments represent the realised gains and losses on futures contracts. The scheme's objective is to decrease risk in the portfolio by entering into futures positions to match assets that are already held in the portfolio without disturbing the underlying assets.

The Pension Fund managers are permitted to use certain derivatives in managing their portfolios, including warrants, futures, convertible securities and swaps. As at 31 March 2009 the economic value of Futures contracts held was £155k, outstanding margin settlement was £4k and forward foreign exchange outstanding margin was a loss of £4k. The Pension Fund did not hold any options as at 31 March 2009.

Council 'Cash/Deposits' in 2007/08 includes £9.35 million, representing the un-utilised balance of cash earmarked on transition to the new structure in March 2007 to invest in property. It also includes £9.5 million of cash generated from surplus contributions in 2007/08 and earmarked in accordance with the strategic review to fund the Private Equity mandate. The cash held within the Council at end of March 2009 also includes £3.65m that is earmarked for future private equity calls.

## 10. Fund Management

Fund Manager	Funds Managed as at 31/03/09 £ million	% Fund Managed	Funds Managed as at 31/03/08 £ million	%Fund Managed
Alliance Bernstein	90.4	18.7	146.1	24.3
Capital International	158.6	32.9	187.7	31.2
Fidelity	162.6	33.7	192.0	32.0
ING	35.7	7.4	51.5	8.6
Pantheon	11.5	2.4	2.7	0.5
Haringey	23.5	4.9	19.6	3.3
Transition Manager		0.0	0.5	0.1
<b>Total</b>	<b>482.3</b>	<b>100.0</b>	<b>600.1</b>	<b>100.0</b>

11. Top Ten shares held

As at 31st March 2009					As at 31st March 2008				
Company	Rank	Market Value of shares £'000	% Equities	% Net Assets	Company	Rank	Market Value of shares £'000	% Equities	% Net Assets
Shell	1	8,733	3.1	1.8	Shell	1	12,739	3.1	2.1
BP	2	8,654	3.1	1.8	BP	2	9,546	2.3	1.6
Vodafone	3	7,206	2.7	1.5	Vodafone	3	8,244	2.0	1.4
Glaxosmithkline	4	5,680	2.0	1.2	RBS	4	6,442	1.6	1.1
HSBC	5	4,676	1.7	1.0	HBOS	5	6,389	1.6	1.1
Astrazeneca	6	3,959	1.4	0.8	Glaxosmithkline	6	5,958	1.5	1.0
BHP Billiton	7	2,625	0.9	0.5	HSBC	7	5,457	1.3	0.9
Roche Holdings	8	2,482	0.9	0.5	Barclays	8	5,402	1.3	0.9
Tesco	9	2,371	0.9	0.5	Aviva	9	4,562	1.1	0.8
Aviva	10	2,307	0.8	0.5	BAE Systems	10	4,038	0.9	0.7

In accordance with the new SORP both years now show the percentage of net assets for each company rather than the market value of equities.

The SORP also requires that investments in one or more holdings (excluding UK Government Securities) that exceed 5 per cent of the total value of the net assets of the scheme to also be stated; namely

	£'000	%
Fidelity Institutional Exempt America OEIC	28,004	5.7
Capital International UK Corporate Bond Fund	26,422	5.4



**12. Net current assets and liabilities**

	2008/09 £'000	2007/08 £'000
<b><u>CURRENT ASSETS</u></b>		
Contributions due from :		
Administering Authority in respect of the Council	91	87
Admitted Bodies in respect of employers	55	61
Scheduled Bodies in respect of employers	71	81
Contributions due from :		
Administering Authority in respect of members	25	23
Admitted Bodies in respect of members	25	18
Scheduled Bodies in respect of members	15	22
Cash balances	5489	4996
Reimbursement of Advisor Fees	8	0
Other -Reimbursement of Fund management expenses (Fidelity)	137	168
	5916	5456
<b><u>CURRENT LIABILITIES</u></b>		
	2008/09 £'000	2007/08 £'000
Unpaid benefits in respect of:		
Administering Authority	289	0
Admitted bodies		
Scheduled Bodies		
Fund manager and advisor fees	405	494
	694	494
<b>Net current assets</b>	<b>5,222</b>	<b>4,962</b>

**13. Contingent Liabilities and Post Balance Sheet Events**

There are no material contingent liabilities or Post Balance Sheet events.

**14. Additional voluntary contributions (AVC's)**

AVC's paid by scheme members are not included within the Pension Fund accounts in accordance with regulation 5(2)c of the Pension Scheme (Management and Investment of Funds) Regulations 1998 (SI 1998 No 1831). AVC's are managed independently by three specialist providers, Equitable Life Assurance Society, Prudential Assurance and Clerical and Medical Investment Group Ltd.

Key information regarding the AVC's administered for Haringey are as follows:

<b>Equitable Life Assurance Society</b>	
	<b>£</b>
<b>Value of Fund as at 6 April 2008</b>	<b>474,753</b>
Contributions in Year	9,046
Retirement Benefits & Charges	(40,550)
Change in market value	(19,119)
<b>Value of Fund as at 5 April 2009</b>	<b>424,130</b>
Number of Active Members	43
Number of members with preserved benefits	18

<b>Prudential Assurance</b>	
	<b>£</b>
<b>Value of Fund as at 1 April 2008</b>	<b>743,097</b>
Contributions in Year	177,475
Retirement Benefits & Charges	(133,330)
Change in market value	(45,671)
<b>Value of Fund as at 31 March 2009</b>	<b>741,571</b>
Number of Active Members	97
Number of members with preserved benefits	16

<b>Clerical and Medical</b>	
	<b>£</b>
<b>Value of Fund as at 1 April 2008</b>	<b>29,866</b>
Contributions in Year	5,948
Retirement Benefits & Charges	0
Change in market value	(6,154)
<b>Value of Fund as at 31 March 2009</b>	<b>29,660</b>
Number of Active Members	2
Number of members with preserved benefits	2

**AVC Investments**

<b><u>Equitable Life Assurance Society</u></b>	<b><u>Market Value as at 3 April 2009</u></b>	
	<b><u>£</u></b>	<b><u>%</u></b>
Fund		
Equitable with -profits	230,420	54.3
Equitable unit-linked funds	103,382	24.4
Equitable Building Society Pension Fund	90,328	21.3
<b>Total</b>	<b>424,130</b>	<b>100.0</b>

<b><u>Prudential</u></b>	<b><u>Market Value as at 31 March 2009</u></b>	
	<b><u>£</u></b>	<b><u>%</u></b>
Prudential with - profits cash accumulation	490,936	66.2
Prudential Deposit Fund	14,749	2.0
Prudential Unit Linked	235,886	31.8
<b>Total</b>	<b>741,571</b>	<b>100.0</b>

<b><u>Clerical Medical</u></b>	<b><u>Market Value as at 31 March 2009</u></b>	
	<b><u>£</u></b>	<b><u>%</u></b>
Clerical Medical with-profits	3,459	11.7
Clerical Medical unit-linked	26,201	88.3
<b>Total</b>	<b>29,660</b>	<b>100.0</b>