

	Triennial Actuarial Valuation				Annual Accounting Valuation			
	Total LB Merton Fund		WPCC Share		Total LB Merton Fund		WPCC Share	
Application	The purpose of the triennial actuarial valuation report is to determine employer contributions for the following three year period in order for the scheme to be fully funded or to have a plan to do so (ie, 'report is required for funding purposes'); the report as at 31 March 2022 will set the contributions for the period 1 April 2023 to 31 March 2026				The accounting valuation forms the basis of the balance sheet and funding status disclosures in respect of the pension obligations (ie, report is required 'for accounting purposes'); the report as at 31 March 2022 of 19 April 2022 provided the basis of WPCC's financial statements as at 31 March 2022			
Net Asset Value as at 31 March 2022	£914.0 million	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022, which is calculated as six-month smoothed market value straddling valuation date	£9.17 million	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022, which is calculated as six-month smoothed market value straddling valuation date	£927.0 million	Source: LB Merton Pension Fund Annual Report 2021/22 of 7 February 2023 (for comparison purposes only)	£9.324 million	Source: Barnett Waddingham Pension Accounting Disclosure Report as at 31 March 2022 of 19 April 2022 (based on asset value in triennial valuation as at 31 March 2022, adjusted by whole fund income and expenditure to 31 March 2022, estimated fund returns to 31 March 2022, estimated fund income and expenditure for WPCC to 31 March 2022 and any other adjustments)
Defined Benefit Obligation as at 31 March 2022	£840.0 million	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022	£8.08 million	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022	£1,262.0 million	Source: LB Merton Pension Fund Annual Report 2021/22 of 7 February 2023 (for comparison purposes only)	£11.705 million	Source: Barnett Waddingham Pension Accounting Disclosure Report as at 31 March 2022 of 19 April 2022
Net Defined Benefit Liability / (asset)	(£74.0 million)	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022; represents funding level of 113.4%, c/w 104.0% (surplus of £20.0 million) as at 31 March 2019	(£1.09 million)	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022; represents funding level of 113.4%, c/w 104.0% (surplus of £0.276 million) as at 31 March 2019	£335.0 million	Calculated (for comparison purposes only)	£2.381 million	Source: Barnett Waddingham Pension Accounting Disclosure Report as at 31 March 2022 of 19 April 2022; please note that equivalent figures as at 31 March 2023 was (£0.347 million)
Financial Assumptions:								
Discount Rate	4.20%	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022; discount rate assumption is set with reference to expected future investment returns of the fund, set by the fund actuary	4.20%	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022; discount rate assumption is set with reference to expected future investment returns of the fund, set by the fund actuary	2.60%	Source: LB Merton Pension Fund Annual Report 2018/19 of 7 February 2023	2.60%	Source: Barnett Waddingham Pension Accounting Disclosure Report as at 31 March 2022 of 19 April 2022; discount rate assumption is based solely on the yields on corporate bonds in accordance with IAS 19
Salary Increases	3.90%	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022; based on CPI plus 1%	3.90%	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022; based on CPI plus 1%	4.25%	Source: LB Merton Pension Fund Annual Report 2018/19 of 7 February 2023	4.25%	Source: Barnett Waddingham Pension Accounting Disclosure Report as at 31 March 2022 of 19 April 2022; based on CPI plus 1.0%
Price Inflation	2.90%	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022; based on Consumer Price Inflation (CPI)	2.90%	Source: Barnett Waddingham Triennial Valuation as at 31 March 2022 of 18 November 2022; based on Consumer Price Inflation (CPI)	3.25%	Source: LB Merton Pension Fund Annual Report 2018/19 of 7 February 2023	3.25%	Source: Barnett Waddingham Pension Accounting Disclosure Report as at 31 March 2022 of 19 April 2022; based on CPI