

Notice of Meeting

Surrey Pension Fund Board



Date & time
Friday, 15
November 2013 at
9.30 am

Place
Committee Room A,
County Hall

Contact
Cheryl Hardman
Room 122, County Hall
Tel 020 8541 9075

Chief Executive
David McNulty

cherylh@surreycc.gov.uk

If you would like a copy of this agenda or the attached papers in another format, eg large print or braille, or another language please either call 020 8541 9122, write to Democratic Services, Room 122, County Hall, Penrhyn Road, Kingston upon Thames, Surrey KT1 2DN, Minicom 020 8541 8914, fax 020 8541 9009, or email cherylh@surreycc.gov.uk.

This meeting will be held in public. If you would like to attend and you have any special requirements, please contact Cheryl Hardman on 020 8541 9075.

Elected Members

Ms Denise Le Gal (Chairman), Mr Nick Skellett CBE (Vice-Chairman), Mr W D Barker OBE, Mr Mike Goodman, Mr John Orrick and Mr Stuart Selleck

Co-opted Members:

Mr Tony Elias (District Representative), Judith Glover (Borough/District Councils), Ian Perkin (Office of the Surrey Police and Crime Commissioner) and Philip Walker (Employees)

AGENDA

1 APOLOGIES FOR ABSENCE AND SUBSTITUTIONS

2 MINUTES OF THE PREVIOUS MEETING: 20 SEPTEMBER 2013

(Pages 1
- 170)

To agree the minutes as a true record of the meeting.

3 DECLARATIONS OF INTEREST

To receive any declarations of disclosable pecuniary interests from Members in respect of any item to be considered at the meeting.

Notes:

- In line with the Relevant Authorities (Disclosable Pecuniary Interests) Regulations 2012, declarations may relate to the interest of the member, or the member's spouse or civil partner, or a person with whom the member is living as husband or wife, or a person with whom the member is living as if they were civil partners and the member is aware they have the interest.
- Members need only disclose interests not currently listed on the Register of Disclosable Pecuniary Interests.
- Members must notify the Monitoring Officer of any interests disclosed at the meeting so they may be added to the Register.
- Members are reminded that they must not participate in any item where they have a disclosable pecuniary interest.

4 QUESTIONS AND PETITIONS

To receive any questions or petitions.

Notes:

1. The deadline for Member's questions is 12.00pm four working days before the meeting (*11 November 2013*).
2. The deadline for public questions is seven days before the meeting (*8 November 2013*).
3. The deadline for petitions was 14 days before the meeting, and no petitions have been received.

5 ACTION TRACKING

(Pages
171 -
172)

An action tracker is attached, detailing actions from previous meetings. The Board is asked to review progress on the item listed.

6 PENSION FUND ADMINISTRATION STRATEGY

(Pages
173 -
178)

A Pension Fund Administration Strategy is set out in Annex 1 for the Board to approve as a basis for consultation with scheme employers.

7 KEY PERFORMANCE INDICATORS

(Pages
179 -
184)

In line with best practice, Pension Fund Board members will be supplied with Pension Fund key performance indicators (KPIs) on a quarterly basis, covering investment and administration practices.

- 8 PENSION FUND RISK REGISTER** (Pages 185 - 192)
- Surrey County Council, as administering authority for the Surrey Pension Fund, is responsible for the delivery of benefit promises made to members of the Surrey Pension Fund. It achieves this by setting objectives and goals with varying timeframes. Risks lie in failing to meet the intended goals.
- Risks that are established as an issue must be identified and evaluated via a risk register. The risks must be prioritised with existing controls or new controls implemented to mitigate the risks. This should be recorded in a risk register, which needs monitoring on a quarterly basis.
- 9 REVISED STATEMENT OF INVESTMENT PRINCIPLES** (Pages 193 - 208)
- With the three additions to the private equity portfolio, it is necessary to approve a revised Statement of Investment Principles (SIP).
- 10 LGPS: CALL FOR EVIDENCE ON THE FUTURE STRUCTURE OF THE LOCAL GOVERNMENT PENSION SCHEME** (Pages 209 - 218)
- The Department for Communities and Local Government has issued a call for evidence on the future structure of the Local Government Pension Scheme. This paper sets out the document that the Chief Finance Officer submitted on behalf of the Pension Fund Board, in consultation with the Chairman of the Pension Fund Board.
- 11 ILL HEALTH RETIREMENT INSURANCE** (Pages 219 - 228)
- When a scheme member is retired early due to permanent ill health, the member's accrued pension benefits are paid immediately without reduction and, in the majority of cases, with an enhancement to benefits.
- The cost of providing an ill health pension can be substantial and therefore a significant financial risk to fund employers. Legal and General have developed an insurance product to insure against this risk which can be taken out by individual employers or on a whole fund basis. This report seeks approval from the Pension Fund Board to insure against the financial risk of ill health retirements on a whole fund basis.
- 12 MANAGER ISSUES AND INVESTMENT PERFORMANCE** (Pages 229 - 248)
- This report is a summary of all manager issues that need to be brought to the attention of the Pension Fund Board, as well as manager investment performance.
- 13 DATE OF NEXT MEETING**
- The Surrey Pension Fund AGM is on 22 November 2013.
- The next meeting of the Surrey Pension Fund Board will be on 14 February 2014.

David McNulty
Chief Executive

Published: Date Not Specified

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