

## Notice of Meeting

# Surrey Pension Fund Board

**Date & time**

Friday, 19  
September 2014 at  
9.30 am

**Place**

Ashcombe Suite,  
County Hall, Kingston  
upon Thames, Surrey  
KT1 2DN

**Contact**

Cheryl Hardman  
Room 122, County Hall  
Tel 020 8541 9075

[cherylh@surreycc.gov.uk](mailto:cherylh@surreycc.gov.uk)

**Chief Executive**

David McNulty

**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](mailto: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 Tim Evans, 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: 15 MAY 2014**

(Pages 1  
- 40)

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 (*15 September 2014*).
2. The deadline for public questions is seven days before the meeting (*12 September 2014*).
3. The deadline for petitions was 14 days before the meeting, and no petitions have been received.

### **5 ACTION TRACKING**

(Pages  
41 - 46)

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

### **6 INVESTMENT STRATEGY REVIEW**

Report to follow.

<b>7</b>	<b>MANAGER ISSUES AND INVESTMENT PERFORMANCE</b>	(Pages 47 - 72)
	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.	
<b>8</b>	<b>SURREY PENSION FUND ACCOUNTS 2013/14</b>	(Pages 73 - 150)
	This report presents the audited financial statements of the Pension Fund for the year ended 31 March 2014, with respect of the County Council's obligations as the administering authority under the Local Government Pension Scheme (LGPS) Regulations.	
	The external auditor (Grant Thornton) has issued an unqualified opinion on the accounts and this is outlined in the Audit Findings for Surrey Pension Fund Report.	
<b>9</b>	<b>PENSION FUND RISK REGISTER</b>	(Pages 151 - 156)
	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.	
<b>10</b>	<b>REVISED STATEMENT OF INVESTMENT PRINCIPLES</b>	(Pages 157 - 174)
	With adjustments to asset allocation within the Pension Fund, it is necessary to approve a revised Statement of Investment Principles (SIP).	
<b>11</b>	<b>KEY PERFORMANCE INDICATORS</b>	(Pages 175 - 180)
	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.	
<b>12</b>	<b>CORPORATE GOVERNANCE SHARE VOTING</b>	(Pages 181 - 196)
	This report provides a summary of the Fund's share voting process in Q1 2014/15.	

**13 LOCAL GOVERNMENT PENSION SCHEME: DRAFT GOVERNANCE REGULATIONS** (Pages 197 - 224)

The report explains the planned changes to the governance of the Local Government Pension Scheme (LGPS) as a result of the Public Service Pensions Act 2013 and draft Regulations recently issued. A key requirement is for a proposed new local Pension Scrutiny Board to monitor compliance with rules and standards.

**14 LGPS REFORM: OPPORTUNITIES FOR COLLABORATION, COST SAVINGS AND EFFICIENCIES** (Pages 225 - 232)

On 21 June 2013, the Department for Communities and Local Government (DCLG) issued a call for evidence on the future structure of the Local Government Pension Scheme. A document was submitted on behalf of the Pension Fund Board, in consultation with the Chairman of the Pension Fund Board. On 1 May 2014, the Government published a further consultation document, which acknowledged the initiatives put in place by many administering authorities with regard to collaboration and the set up of collective investment vehicles.

**15 DATE OF NEXT MEETING**

The next meeting of the Surrey Pension Fund Board will be on 14 November 2014. The Surrey Pension Fund AGM will be on 21 November 2014.

**David McNulty**  
**Chief Executive**  
Published: Date Not Specified

### **MOBILE TECHNOLOGY AND FILMING – ACCEPTABLE USE**

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*Thank you for your co-operation*