

Notice of Meeting

Surrey Pension Fund Committee

**Date & time**

Friday, 7 June 2019
at 10.00 am

Place

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

Contact

Ben Cullimore
Room 122, County Hall
Tel 020 8213 2782

Chief Executive

Joanna Killian



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[@SCCdemocracy](https://twitter.com/SCCdemocracy)

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This meeting will be held in public. If you would like to attend and you have any special requirements, please contact Ben Cullimore on 020 8213 2782.

Elected Members

Mr Tim Evans (Chairman), Mr Ben Carasco (Vice-Chairman), Ms Charlotte Morley, Mr John Beckett (Ewell), Mr David Mansfield and Mrs Hazel Watson

Co-opted Members:

Borough Councillor Ruth Mitchell (Hersham), District Councillor Tony Elias (Bletchingley and Nutfield), Margaret Janes (Employers) and Philip Walker (Employees)

AGENDA

1 APOLOGIES FOR ABSENCE AND SUBSTITUTIONS

To receive any apologies for absence and apologies.

2 DECLARATIONS OF INTEREST

All Members present are required to declare, at this point in the meeting or as soon as possible thereafter:

- (i) Any disclosable pecuniary interests and / or
- (ii) Other interests arising under the Code of Conduct in respect of any item(s) of business being considered at this meeting

NOTES:

- Members are reminded that they must not participate in any item where they have a disclosable pecuniary interest
- As well as an interest of the Member, this includes any interest, of which the Member is aware, that relates to the Member's spouse or civil partner (or any person with whom the Member is living as a spouse or civil partner)
- Members with a significant personal interest may participate in the discussion and vote on that matter unless that interest could be reasonably regarded as prejudicial.

3 MINUTES OF THE PREVIOUS MEETING: 8 FEBRUARY 2019

(Pages 1
- 12)

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

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 (3 June 2019).
2. The deadline for public questions is seven days before the meeting (31 May 2019).
3. The deadline for petitions was 14 days before the meeting, and no petitions have been received.

5 FORWARD PLAN

(Pages
13 - 14)

The Committee is asked to review its forward plan.

6 COMPANY ENGAGEMENT & VOTING

(Pages
15 - 68)

This report is a summary of various Environmental Social and Governance (ESG) issues that the Local Authority Pension Fund Forum (LAPFF), Robeco and Surrey Pension Fund have been involved in, for the attention of the Pension Fund Committee.

7 EXCLUSION OF THE PUBLIC

Recommendation: That under Section 100(A) of the Local Government Act 1972, the public be excluded from the meeting for the following items of business on the grounds that they involve the likely disclosure of exempt information under the relevant paragraphs of Part 1 of the Schedule 12A of the Act.

8 INVESTMENT MANAGER ISSUES AND PERFORMANCE AND ASSET/LIABILITIES UPDATE

(Pages
69 - 102)

Confidential: Not for publication under Paragraph 3

Information relating to the financial or business affairs of any particular person (including the authority holding that information)

9 INVESTMENT STRATEGY REVIEW

(Pages
103 -
162)

Confidential: Not for publication under Paragraph 3

Information relating to the financial or business affairs of any particular person (including the authority holding that information)

10 2019 VALUATION ASSUMPTIONS

(Pages
163 -
180)

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Information relating to the financial or business affairs of any particular person (including the authority holding that information)

11 BORDER TO COAST UPDATE

(Pages
181 -
200)

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Information relating to the financial or business affairs of any particular person (including the authority holding that information)

12 PUBLICITY OF PART 2 ITEMS

To consider whether the items considered under Part 2 of the agenda should be made available to the press and public.

13 GOVERNANCE REVIEW

(Pages
201 -
254)

As part of the governance and oversight of the Pension Fund, a regular review and update to the governance framework, policies and procedures is essential to ensure that the Fund is compliant with latest legislation, regulations and good practice.

At its meeting of 14 September 2018, the Pension Fund Committee agreed to commission a review of the fund governance. This was carried out by Hymans Robertson.

This report provides details of this review, which includes the definition of a mission statement for the Fund and key strategic objectives in investments, funding, governance and delivery.

- 14 PENSION FUND ACCOUNTS 2018/19** (Pages 255 - 302)
- This report presents the unaudited financial statements of the Pension Fund for the year ended 31 March 2019, in light of Surrey County Council's obligations as the administering authority under the Local Government Pension Scheme (LGPS) Regulations.
- The external auditor (Grant Thornton) will then audit the Accounts, with the Fund aiming for an unqualified opinion.
- 15 LOCAL PENSION BOARD REPORT** (Pages 303 - 310)
- This report is a summary of administration and governance issues reviewed by the Local Pension Board at its meeting of 25 April 2019 that need to be brought to the attention of the Pension Fund Committee.
- 16 ADMINISTRATION MONITORING REPORT** (Pages 311 - 314)
- This report is for information purposes and to note and is in response to the concerns raised by the Local Pension Board and Pension Fund Committee and the recent Internal Audit Report regarding the Pension Administration Service.
- 17 PENSION FUND BUSINESS PLAN 2018/19: OUTTURN REPORT** (Pages 315 - 324)
- The 2001 Myners Report (later confirmed by the CIPFA/Myners Principles) recommended that local authority pension funds approve an annual business plan in respect of the objectives required for the ensuing year.
- Business planning is regarded as an important tool, assisting in the identification of how service delivery can be maximised within resource constraints. This report sets out the outturn of the annual business plan for 2018/19.
- 18 MINISTRY OF HOUSING, COMMUNITIES & LOCAL GOVERNMENT (MHCLG) – STATUTORY GUIDANCE ON ASSET POOLING** (Pages 325 - 348)
- The Secretary of State for the Ministry for Housing, Communities and Local Government (MHCLG) consultation on proposed changes to the current statutory investment pooling guidance.
- 19 CASHFLOW ANALYSIS** (Pages 349 - 352)
- A cashflow analysis allows the Fund to ascertain a projection as to when benefit payments may exceed income. This information can influence both the investment and funding strategy.
- 20 DATE OF NEXT MEETING**
- The next meeting of the Surrey Pension Fund Committee will be on 13 September 2019.

Joanna Killian
Chief Executive
 Published: Thursday, 30 May 2019

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