

SURREY COUNTY COUNCIL

SURREY PENSION FUND COMMITTEE

DATE: 18 SEPTEMBER 2015

LEAD OFFICER: SHEILA LITTLE, DIRECTOR OF FINANCE

SUBJECT: REVISED STATEMENT OF INVESTMENT PRINCIPLES



SUMMARY OF ISSUE:

With adjustments to asset allocation within the Pension Fund following the appointment of a multi asset credit manager, it is necessary for the Pension Fund Committee to approve a revised Statement of Investment Principles (SIP).

RECOMMENDATIONS:

It is recommended that the Pension Fund Committee:

- 1 Approve the revised Statement of Investment Principles shown in Annex 1.
- 2 Note the existing Core Belief Statement shown in Annex 2.

REASON FOR RECOMMENDATIONS:

The Surrey Pension Fund Committee must approve all working documents produced for the Pension Fund.

DETAILS:

Background

- 1 In accordance with Regulation 12 of the Local Government Pension Scheme (Management and Investment of Funds) Regulations 2009, as an administering authority, the Council must prepare and maintain a written statement of the principles governing its decisions on the investment of the pension fund. It also has to review the policy from time to time and revise it if considered necessary following such a review, as is recommended here in the light of changes made to the Fund's portfolio.
- 2 Such changes consist of revisions to the strategic asset allocation of the Fund.

Revised Statement

- 3 The revised Statement of Investment Principles (SIP) is shown as Annex 1.

Core Belief Statement

- 4 The existing Core Belief Statement is shown as Annex 2.

Monitoring and Review

- 5 The SIP and Core Belief Statement are kept under constant review and will be submitted for approval to future Committee meetings when any revision is required.

CONSULTATION:

- 6 The Chairman of the Pension Fund has been consulted on the revised draft and has offered full support for the proposals.

RISK MANAGEMENT AND IMPLICATIONS:

- 7 There are no risk related issues contained within the report's proposals.

FINANCIAL AND VALUE FOR MONEY IMPLICATIONS

- 8 There are no financial and value for money implications.

DIRECTOR OF FINANCE COMMENTARY

- 9 The Director of Finance is satisfied that all material, financial and business issues and possibility of risks have been considered and addressed and that the proposed SIP and Core Belief Statement offer a clear structure, reflecting the current investment strategies and beliefs approved by the Pension Fund Committee.

LEGAL IMPLICATIONS – MONITORING OFFICER

- 10 There are no legal implications or legislative requirements.

EQUALITIES AND DIVERSITY

- 11 The approval of the SIP will not require an equality analysis, as the initiative is not a major policy, project or function being created or changed.

OTHER IMPLICATIONS

- 12 There are no potential implications for council priorities and policy areas.

WHAT HAPPENS NEXT

- 13 The following next steps are planned:
- Adoption of the revised SIP
 - Documents to be kept under review

Contact Officer:

Phil Triggs, Strategic Finance Manager (Pension Fund and Treasury)

Consulted:

Surrey Pension Fund Committee Chairman

Annexes:

Annex 1: Revised Statement of Investment Principles

Annex 2: Core Belief Statement

Sources/background papers:

None

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