



Surrey Local Pension Board 13 February 2020

Breach of Law 1 October 2019 to 31 December 2019

Recommendations:

1. The Board is asked to **note** the content of this report and **make recommendations** to the Pension Fund Committee if appropriate.

Background

2. A breach of law occurred when an exit valuation was not performed by 31st December 2019.

The Breach

3. The breach of law occurred because an exit valuation was not calculated within three months of the termination date, as required by regulation 64, and this was mainly due to the actuary dedicating their resources towards the 2019 Valuation and not having the opportunity to perform their calculation.
4. The breach was simply a delay due to the volume of work created by the 2019 Valuation rather than poor governance or a deliberate contravention of the law. We are required to report any material breach of the law to the Pensions Regulator within 30 days and, under SCC's breaches policy, we are required to refer the details to the Local Pension Board in the first instance.
5. The breach is unlikely to have any significant monetary implications, as the cessation valuation was lower end of the scale and the delay was minor.
6. The Pension Fund Team has recorded the breach of law in the breaches log and the Board / Pension Committee must decide whether it is a technical or material one.

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Sources/background papers:

Annexes: