

SURREY COUNTY COUNCIL

PENSION FUND COMMITTEE



DATE: 16 JUNE 2023

LEAD OFFICER: ANNA D'ALESSANDRO, DIRECTOR CORPORATE FINANCE & COMMERCIAL

SUBJECT: 2022 VALUATION

SUMMARY OF ISSUE:

This report provides an update on the progress of the 2022 triennial valuation being undertaken by the Fund actuary, Hymans Robertson.

RECOMMENDATIONS:

It is recommended that the Pension Fund Committee:

note the completion of the actuarial work for the 2022 triennial valuation including the report from the actuary (Annexe 1)

approve the up to date Rates and Adjustments schedule (Annexe 2).

REASON FOR RECOMMENDATIONS:

The Pension Fund Committee needs to be aware of the activities and outputs of the triennial valuation as this informs employer contribution rates and the investment strategy of the Fund. This is consistent with the Fund's strategic funding objectives.

DETAILS:**New Rates and Adjustments schedule issued**

1. The primary and secondary contribution rates for all employers in the Fund and the accompanying investment strategy are derived from the triennial valuation of the Fund's assets and liabilities.
2. Work is complete for the triennial valuation on 31 March 2022 (effective 1 April 2023).

Valuation report signed off	2.1	In line with the timetable, the valuation report was signed off prior to 31 March 2023.
Funding Strategy Statement published	2.2	The Funding Strategy Statement has been published on the Fund website.
New rates in effect	2.3	New employer contribution rates are now in effect from 1 April 2023. The Rates and Adjustments schedule for the current actuarial period is included in Annexe 2 for the Pension Fund Committee to approve.
Lessons learned session held	2.4	A completion meeting was held on 24 May 2023 to review elements of the valuation process that went well and to consider areas where improvements may be made. This will feed directly into planning for the 2025 valuation process.

CONSULTATION:

3. The Chair of the Pension Fund Committee has been consulted on this report.

RISK MANAGEMENT AND IMPLICATIONS:

4. Any relevant risk related implications have been considered and are contained within the report.

FINANCIAL AND VALUE FOR MONEY IMPLICATIONS

5. Any relevant financial and value for money implications have been considered and are contained within the report.

DIRECTOR OF CORPORATE FINANCE COMMENTARY

6. The Director of Finance, Corporate and Commercial is satisfied that relevant, material financial and business issues and possibility of risks have been considered and addressed.

LEGAL IMPLICATIONS – MONITORING OFFICER

7. There are no legal implications or legislative requirements.

EQUALITIES AND DIVERSITY

8. There are no equality or diversity issues.

OTHER IMPLICATIONS

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

WHAT HAPPENS NEXT

10. The valuation work for the 2022 valuation is now complete. There are no further steps required.

Contact Officer:

Sara Undre Employer Manager
Paul Titcomb Head of Accounting and Governance

Consulted:

Pension Fund Committee Chairman

Annexes:

1. Report from Fund Actuary (March 2023)
2. Rates and Adjustments schedule (June 2023)

Sources/background papers:

None
