

Pensions Committee

21 June 2017

Time 10.00 am **Public Meeting?** YES **Type of meeting** Pensions

Venue Committee Room 3 - 3rd Floor - Civic Centre

Membership

Chair Cllr Ian Brookfield (Lab)

Vice-chair Cllr Keith Inston (Lab)

Labour

Cllr Harbans Bagri
Cllr Peter Bilson
Cllr Jasbir Jaspal
Cllr Louise Miles
Cllr Phil Page
Cllr Tersaim Singh

Conservative

Cllr Paul Singh
Cllr Wendy Thompson

Liberal Democrat

District Members

Cllr Keith Chambers (Walsall Metropolitan Borough Council)
Cllr Sandra Hevican (Sandwell Metropolitan Borough Council)
Cllr Changese Khan (Birmingham City Council)
Cllr John Mutton (Coventry City Council)
Cllr Angela Sandison (Solihull Metropolitan Borough Council)
Cllr David Sparks (Dudley Metropolitan Borough Council)

Trade union observers

Mr Malcolm Cantello
Mr Martin Clift
Mr Alan Phillips
Mr Ian Smith

Quorum for this meeting is eight Councillors.

Information for the Public

If you have any queries about this meeting, please contact the democratic support team:

Contact Dereck Francis
Tel/Email Tel:01902 555835 or dereck.francis@wolverhampton.gov.uk
Address Democratic Support, Civic Centre, 2nd floor, St Peter's Square,
Wolverhampton WV1 1RL

Copies of other agendas and reports are available from:

Website <http://wolverhamptonintranet.moderngov.co.uk>
Email democratic.support@wolverhampton.gov.uk
Tel 01902 555043

Please take note of the protocol for filming and recording of, and use of social media in, meetings, copies of which are displayed in the meeting room.

[NOT PROTECTIVELY MARKED]

Some items are discussed in private because of their confidential or commercial nature. These reports are not available to the public.

Agenda

Part 1 – items open to the press and public

- | <i>Item No.</i> | <i>Title</i> |
|-----------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1 | Apologies for absence (if any) |
| 2 | Notification of substitute members |
| 3 | Declarations of interests (if any) |
| 4 | Minutes of previous meetings (Pages 7 - 20)
(a) Pensions Committee – 22 March 2017
[For approval]

(b) Investment Advisory Sub-Committee – 22 March 2017
[For approval] |
| 5 | Matters arising
[To consider any matters arising from the minutes of the previous meetings] |
| 6 | Appointments and Dates and Times of Meetings 2017/2018 (Pages 21 - 24)
[To note/approve appointments and to approve the dates and times of the Committee and the Pensions Board] |

FUNDING AND INVESTMENT STRATEGY

- | | |
|---|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 7 | Completion of the 2016 Actuarial Valuation (Pages 25 - 30)
[To provide confirmation of the finalised 2016 actuarial valuation and a summary of the national position and associated reviews] |
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INVESTMENTS

- | | |
|----|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 8 | Responsible Investment Activities (Pages 31 - 46)
[To receive the report on work undertaken by the Investment team regarding their responsible investment activities between the period 1 January to 31 March 2017] |
| 9 | Asset Allocation and Investment Performance - Period to 31 March 2017
(Pages 47 - 96)
[To note the quarterly performance report] |
| 10 | Annual Investment Performance Report 2016/17 West Midlands Pension Fund and West Midlands Integrated Transport Authority Fund (Pages 97 - 126)
[To note the Funds' investment policy and investment returns for the year to 31 March 2017] |

FINANCE

- 11 **Annual Report and Accounts 2016/17** (Pages 127 - 140)
[To approve the draft annual report and to receive information on the outturn against operating budgets and performance against key performance indicators for the year]
- 12 **Internal Audit Report 2016/17** (Pages 141 - 150)
[To note the contents of the Internal Audit Annual report]

GOVERNANCE

- 13 **Risk and Compliance Monitoring 1 January to 31 March 2017** (Pages 151 - 162)
[To note the top ten risks for the Fund and feedback on the quarterly compliance monitoring programme, and progress on the recruitment and retention of Fund staff]
- 14 **Annual report of the Local Pensions Board** (Pages 163 - 174)
[To note the report]
- 15 **Policies Review 2017** (Pages 175 - 182)
[To provide an overview of the Fund's statutory and good practice policies for the year 2017/2018]
- 16 **Scheme Advisory Board Annual Report 2016 and KPIs** (Pages 183 - 188)
[To provide a national overview of the Local Government Pension Scheme]

PENSIONS ADMINISTRATION

- 17 **Pensions Administration report 1 January to 31 March 2017** (Pages 189 - 210)
[To receive the report on the work undertaken by the Pensions Administration Service during the period 1 January to 31 March 2017]
- 18 **Data Quality and Employer Performance - Quarterly Update** (Pages 211 - 220)
[To receive an update on the actions being taken to continue to improve data quality]
- 19 **Exclusion of the Press and Public**
[To pass the following resolution:
- That in accordance with Section 100A(4) of the Local Government Act 1972 the press and public be excluded from the meeting for the following items of business as they involve the likely disclosure of exempt information on the grounds shown below]

Part 2 - exempt items, closed to public and press

INVESTMENTS

- | | | |
|----|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------|
| 20 | Annual Report of the Investment Advisory Panel and the West Midlands Integrated Transport Authority Investment Strategy Panel (Pages 221 - 234)

[To report on the activities of the Investment Advisory Panel and the WMITA Strategy Panel (Investment and Funding) during 2016/17 and to approve the continued appointment of the Investment Consultant and Independent Adviser] | Information relating to the financial or business affairs of any particular person (including the authority holding that information) Para (3) |
| 21 | Update on Investment of Cash Contributions and Currency Risk (Pages 235 - 240)

[To provide an update on the investment of cash contributions received in April 2017 following the 2016 Actuarial Valuation and the implementation of a currency hedging strategy following the investment strategy review] | Information relating to the financial or business affairs of any particular person (including the authority holding that information) Para (3) |
| 22 | Investment Pooling Update (Pages 241 - 310)

[To report on the progress made with the implementation and set up of LGPS Central in line with the Government's overall timescale of 1 April 2018] | Information relating to the financial or business affairs of any particular person (including the authority holding that information) Para (3) |