

AT A MEETING of the PENSION FUND PANEL AND BOARD of the County Council held at The Castle, Winchester on Friday 6 November 2015.

Chairman:
p Councillor M. Kemp-Gee

Administering Authority Representatives (Councillors):

p C. Carter	p P. Latham
p C. Connor	p T. Rolt
p A. Gibson	p B. Tennent
p A. Joy	p T. Thacker

Employer Representatives (Co-opted members):

p Councillor P. Giddings (Test Valley Borough Council)
p Councillor H. Mason (Portsmouth City Council)
a Councillor M. Chaloner (Southampton City Council)

Scheme Member Representatives (Co-opted members):

p Dr C. Allen (pensioners' representative)
p Mr P. Reynolds (active members' representative)

Independent Adviser:

p C. Dobson

25. **BROADCASTING ANNOUNCEMENT**

The Chairman announced that the press and members of the public were permitted to film and broadcast the meeting. Those remaining at the meeting were consenting to being filmed and recorded, and to the possible use of those images and recording for broadcasting purposes.

26. **APOLOGIES FOR ABSENCE**

Cllr Chaloner from Southampton City Council sent his apologies.

27. **DECLARATIONS OF INTEREST**

Members were mindful that where they believed they had a Disclosable Pecuniary Interest in any matter considered at the meeting they must declare that interest at the time of the relevant debate and, having regard to the circumstances described in Part 3, Paragraph 1.5 of the County Council's Members' Code of Conduct, leave the meeting while the matter was discussed, save for exercising any right to speak in accordance with Paragraph 1.6 of the Code. Furthermore Members were mindful that where they believed they had a Non-Pecuniary interest in a matter being considered at the meeting they considered whether such interest should be declared, and having regard to Part 5, Paragraph 2 of the Code, considered whether it was appropriate to leave the meeting whilst the matter was discussed, save for exercising

any right to speak in accordance with the Code.

28. **CONFIRMATION OF MINUTES**

The minutes of the Pension Fund Panel and Board held on 16 October 2015 were confirmed.

29. **CHAIRMAN'S ANNOUNCEMENTS**

The Chairman thanked those Pension Fund Panel and Board members who attended the Annual Employers Meeting on 23 October, and also confirmed that feedback from employers regarding the consultation had already been received, and a full set would be brought to the Panel and Board in due course.

The Chairman reminded the Panel and Board that internal training half-days have been arranged for the Panel and Board members as well as the Audit Committee members, and will be taking place on Friday 13 November, and Friday 11 December 2015. The training half-day taking place on 13 November will include a session provided by Hugh Grover who will provide further information regarding the London Common Investment Vehicle (an initial briefing paper will be released to members in advance of this session), and will also include a session provided by Richard Buxton, Chief Executive of Old Mutual, on World Markets, Asset Allocation and Corporate Governance. The training half-day taking place on 11 December will include a session provided by Legal Services on the Governance of the Pension Board, and will also include a session provided by State Street on Smart Beta.

Cllr Gibson gave an update to the rest of the Panel and Board on a conference recently put on by SPS, on Property within the UK and Europe, which he attended.

30. **CASH MONITORING AND ANNUAL INVESTMENT STRATEGY 2016/17**

The Panel and Board considered a report of the Director of Corporate Resources (item 5 in the Minute Book) on the Pension Fund's cash balances and the Annual Investment Strategy for those cash balances for 2016/17. The Annual Investment Strategy had been prepared taking into account advice from the County Council's treasury management advisers, Arlingclose.

RESOLVED:

- (a) That the Annual Investment Strategy for 2016/17 be approved.
- (b) That the Annual Investment Strategy be implemented from the date of this meeting for the remainder of 2015/16.

- (c) That the Director of Corporate Resources be authorised to manage the Fund's cash balances in accordance with the policy set out in the report.

31. **EXCLUSION OF PRESS AND PUBLIC**

RESOLVED:

That the public be excluded from the meeting during the following items of business, as it is likely, in view of the nature of the business to be transacted or the nature of the proceedings, that if members of the public were present during these items there would be disclosure to them of exempt information within Paragraphs 3 and 4 of Part 1 of Schedule 12A to the Local Government Act 1972, and further that in all the circumstances of the case, the public interest in maintaining the exemption outweighs the public interest in disclosing the information, for the reasons set out in the reports.

32. **MINUTES OF PREVIOUS MEETING HELD ON 16 October 2015
(EXEMPT APPENDIX)**

The exempt minutes of the Pension Fund Panel and Board held on 16 October 2015 were confirmed.

33. **CASH MONITORING REPORT AND ANNUAL INVESTMENT
STRATEGY 2016/17 (EXEMPT APPENDIX)**

The Panel and Board received and noted an exempt appendix from the Director of Corporate Resources (Item 8 in the Minute Book) providing an update on the management of the Pension Fund's cash balances.
[SUMMARY OF A MINUTE WHICH CONTAINS EXEMPT INFORMATION]

34. **INVESTMENTS – PROPERTY PORTFOLIO UPDATE**

The Panel and Board considered the exempt report from the Director of Corporate Resources (Item 9 in the Minute Book) updating the Panel and Board on the progress of Hampshire's property investments.
[SUMMARY OF A MINUTE WHICH CONTAINS EXEMPT INFORMATION]

35. **INVESTMENTS - INVESTMENT UPDATE INCLUDING RECENT
PERFORMANCE RETURNS**

The Panel and Board considered the exempt report from the Director of Corporate Resources (Item 10 in the Minute Book) updating the Panel and Board about the progress of the Pension Fund's investments.
[SUMMARY OF A MINUTE WHICH CONTAINS EXEMPT INFORMATION]