

AT A MEETING of the PENSION FUND PANEL AND BOARD of the County Council held at The Castle, Winchester on Monday 26 September 2016.

Chairman:  
p Councillor M. Kemp-Gee

Administering Authority Representatives (Councillors):  
p C. Carter  
p C. Connor  
a A. Gibson  
p A. Joy  
a P. Latham  
p T. Rolt  
p B. Tennent  
a T. Thacker

Employer Representatives (Co-opted members):  
p Councillor P. Giddings (Test Valley Borough Council)  
a Councillor H. Mason (Portsmouth City Council)  
p Mr D. Robbins (Churchers College)

Scheme Member Representatives (Co-opted members):  
p Dr C. Allen (pensioners' representative)  
p Mr P. Reynolds (active members' representative)  
p Mrs V. Arrowsmith (deferred members' representative)

Substitute Representatives  
p Cllr C. Greenwood (Administering Authority Representative)

Independent Adviser:  
p C. Dobson

96. **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.

97. **APOLOGIES FOR ABSENCE**

Cllrs Latham, Thacker, Gibson, Mason and Mr Wood sent their apologies.

98. **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.

99. **CONFIRMATION OF MINUTES**

The minutes of the Pension Fund Panel and Board held on 22 July 2016 were confirmed.

100. **CHAIRMAN'S ANNOUNCEMENTS**

The Chairman invited members of the Panel and Board who had recently attended training events to update the committee on any relevant matters that they had heard:

- Cllr Tennent, along with the Chairman and Mr Reynolds had attended the LGC LGPS summit which contained a number of useful briefing sessions on investment pooling, the overall state of LGPS investments, ethical investment and investment in residential property. Mr Reynolds commented how useful the event had been in providing the opportunity to speak to representatives from other ACCESS funds.
- Cllr Connor informed the Panel and Board about two events he had attended focusing on downside investment protection strategies and bond investments.

101. **GOVERNANCE – PENSION FUND COSTS 2015/16**

The Panel and Board considered and noted a report of the Director of Corporate Resources (item 5 in the Minute Book) on the costs of managing the Pension Fund in the financial year 2015/16. Costs were disclosed according to the three categories specified in CIPFA's guidance on Pension Fund Accounts; investment management costs, administration expenses and oversight and governance costs.

The Panel and Board noted that while the overall cost of managing the Pension Fund was significant, it was low in comparison to the overall size of the Pension Fund and in line with Hampshire's position as one of the largest LGPS funds.

102. **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 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.

103. **MINUTES OF PREVIOUS MEETING HELD ON 22 July 2016  
(EXEMPT APPENDIX)**

The exempt minutes of the Pension Fund Panel and Board held on 22 July 2016 were confirmed.

104. **PENSION FUND COSTS 2015/16– EXEMPT APPENDIX**

The Panel noted an exempt Appendix from the Director of Corporate Resources (Item 8 in the Minute Book) concerning the management of the Pension Fund's cash balance in 2015/16. [SUMMARY OF A MINUTE WHICH CONTAINS EXEMPT INFORMATION]

105. **GOVERNANCE – UPDATE ON INVESTMENT POOLING**

The Panel noted an exempt Appendix from the Director of Corporate Resources (Item 9 in the Minute Book) concerning the formation of investment pools. [SUMMARY OF A MINUTE WHICH CONTAINS EXEMPT INFORMATION]

106. **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]

107. **GOVERNANCE – DRAFT 2016 ACTUARIAL VALUATION OUTCOME**

The Panel and Board considered the exempt report from the Director of Corporate Resources (Item 11 in the Minute Book) updating the Panel and Board on the draft outcome of the 2016 triennial actuarial valuation. [SUMMARY OF A MINUTE WHICH CONTAINS EXEMPT INFORMATION]