

**MINUTES OF THE PENSIONS COMMITTEE
MONDAY, 20 DECEMBER 2010**

Councillors Watson (Chair), Gibson, Stennett, Beacham, Jenks and Wilson

Apologies Councillor Adje

Also Present: Keith Brown, Howard Jones, Michael Jones and Roger Melling

| MINUTE NO. | SUBJECT/DECISION | ACTION BY |
|-------------------|--|------------------|
| PRPP15. | <p>APOLOGIES FOR ABSENCE</p> <p>Apologies for absence were received from Cllr Adje.</p> | |
| PRPP16. | <p>URGENT BUSINESS</p> <p>There were no items of urgent business.</p> | |
| PRPP17. | <p>DECLARATIONS OF INTEREST</p> <p>Cllr Watson declared a personal interest as a deferred member of the Haringey Pension Scheme.</p> <p>Michael Jones declared a personal interest as a pensioner member of the Haringey Pension Scheme.</p> <p>Cllr Wilson declared a personal interest as an employee of the National Association of Pension Funds.</p> <p>Cllr Jenks declared a personal interest as a current member of the Haringey Pension Scheme. Cllr Jenks also declared a personal interest as a member of the Friends of Cooperscroft, a care home owned by TLC Group Ltd, one of the scheduled and admitted bodies of the Fund.</p> <p>Roger Melling declared a personal interest as a pensioner member of the Haringey Pension Scheme.</p> | |
| PRPP18. | <p>MINUTES</p> <p>RESOLVED</p> <p>That the unrestricted minutes of the meeting of the Pensions Committee held on 1 November 2010 be approved and signed by the Chair.</p> | |
| PRPP19. | <p>FUND PERFORMANCE REPORT</p> <p>The Committee considered a report on the performance data for the Pension Fund and the Fund's investment managers, key responsible investment issues using information provided by the Fund Managers and</p> | |

**MINUTES OF THE PENSIONS COMMITTEE
MONDAY, 20 DECEMBER 2010**

| | | |
|----------------|--|--|
| | <p>the Local Authority Pension Fund Forum (LAPFF), budget monitoring against the Pension Fund budget and late payment of contributions.</p> <p>In response to a suggestion from the Committee, it was agreed that responsible investment issues should also be monitored in respect of Legal and General in future reports. It was noted that further to the production of the report, the situation with regards to late payments had improved since letters to address this issue had been sent out.</p> <p>RESOLVED</p> <ul style="list-style-type: none"> i) That the Fund performance position as at end of September 2010 be noted. ii) That the responsible investments information provided be noted. iii) That the pension fund budget monitoring position be noted. iv) That the late payments of contributions be noted. | |
| PRPP20. | <p>RESULTS OF ACTUARIAL VALUATION</p> <p>Bryan Chalmers, the Fund's Actuary, presented the summary of the results of the 2010 Actuarial Valuation of the Fund to the Committee, covering events since 2007, the proposed approach for 2010, assumptions, initial results and conclusions. Mr Chalmers then answered questions from the Committee.</p> <p>In response to a question from the Committee regarding the basis on which the 6.1% investment return assumption was made, Mr Chalmers reported that this incorporated an assumed 6.5% equity return, on the basis on a 2% equity risk premium. Mr Chalmers reported that a best assumption would be a 3% equity risk premium, which would lead to a 7.5% return. The Committee noted that when cross-referencing the reports of Hymans Robertson and Aon Hewitt it was important to ensure that the figures were comparable; based on the information provided by the actuary, it was suggested that the higher return assumption of 7.5% should be used for comparison purposes with the report provided by Aon Hewitt.</p> <p>RESOLVED</p> <p>That the content of the report be noted and the assumptions set out by the Fund's actuary in his report for the 2010 valuation be agreed.</p> | |
| PRPP21. | <p>NEW ITEMS OF UNRESTRICTED URGENT BUSINESS</p> <p>There were no new items of unrestricted urgent business.</p> | |
| PRPP22. | <p>EXCLUSION OF PRESS AND PUBLIC</p> | |

**MINUTES OF THE PENSIONS COMMITTEE
MONDAY, 20 DECEMBER 2010**

| | | |
|----------------|--|--|
| | RESOLVED That the press and public be excluded for the remainder of the meeting. | |
| PRPP23. | EXEMPT MINUTES RESOLVED That the exempt minutes of the meeting held on 1 November 2010 be approved and signed by the Chair. | |
| PRPP24. | INVESTMENT STRATEGY The Committee discussed the report presented by Aon Hewitt. RESOLVED That the content of the report be noted. | |
| PRPP25. | NEW ITEMS OF EXEMPT URGENT BUSINESS There were no new items of exempt urgent business. | |
| PRPP26. | DATE OF NEXT MEETING Tuesday, 22 February, 2011. | |

COUNCILLOR RICHARD WATSON

Chair