



Haringey

Agenda item:

[No.]

Pensions Committee

On 17<sup>th</sup> September 2009

Report Title: Cessation of Admission Agreement with Workforce Facilities Ltd

Report of Chief Financial Officer and Assistant Chief Executive People and Organisational Development

Signed

Assistant Chief Executive People and Organisational Development

Signed

Chief Financial Officer

Contact Officer : I M Benson Pensions Manager 0208 489 3824

Wards(s) affected: All

Report for: Non Key Decision

1. Purpose of the Report (That is, the decision required)

1.1 To report on the funding position attributable to Workforce Facilities Ltd on their cessation as an admitted body to the Haringey Pension Fund at 7<sup>th</sup> May 2009

2. Introduction by Cabinet Member (if necessary)

3. State links with Council Plan Priorities and actions and / or other Strategies

3.1 Workforce Facilities Ltd were contracted to provide security services to Alexandra Palace from 7<sup>th</sup> April 2009. The company was admitted to participate in the Haringey Council Pension Fund from that date.

3.2 On 7<sup>th</sup> May 2009, Workforce Facilities Ltd was acquired by Europa Workspace Ltd when its parent company went into liquidation. This automatically brought the admission agreement to an end.

3.3 On the cessation of an Admission Agreement, the Council as the Administering Authority is required to obtain a cessation report from the Fund actuary.

3.4 The one active member of the LGPS who was employed by Workforce Facilities Ltd was TUPE transferred to Europa Workspace Ltd on the 8<sup>th</sup> May 2009. The legal process for transference of the contract for the provision security services is currently ongoing.

3.5 The report from Hymans Robertson shows that Workforce Facilities Ltd had accrued

a small surplus on termination of the agreement amounting to £6000. There is no provision in the scheme regulations which allows this surplus to be refunded and it therefore remains in the fund.

#### **4. Recommendations**

4.1 That the settlement of the £6000 surplus attributed to Workforce Facilities Ltd on the cessation of the admission agreement be noted .

#### **5. Reason for Recommendations**

5.1 The Council as the Administering Authority is required to obtain a Cessation Report from the Fund actuary to identify the liability if any attributable to the former admitted body.

#### **6. Other options considered**

6.1 None

#### **7. Summary**

7.1 To report on the cessation of the Admission Agreement with Workforce Facilities Ltd and the settlement of the accrued surplus in the Fund

#### **8. Chief Financial Officer Comments**

8.1 The Chief Financial Officer concurs with the financial implications paragraph

#### **9. Head of Legal Services Comments**

9.1 The Head of Legal Services has been consulted on the content of this report and has no specific comment to make. The content of the report and its recommendation fall within the statutory framework governing the cessation of an admission agreement

#### **10. Head of Procurement**

10.1 Not Applicable

#### **11. Equalities & Community Cohesion Comments**

11.1 There are no equalities issues arising from this report

#### **12. Consultation**

12.1 The Employees Side have been consulted on the content of this report.

#### **13. Service Financial Comments**

13.1. The surplus of £6000 remains in the Fund. The fund actuary will take account of this surplus at the next fund valuation at 31<sup>st</sup> March 2010 There are no other financial implications

#### **14. Use of appendices / Tables and photographs**

**14.1** There are no appendices attached to this report.

**15. Local Government (Access to Information) Act 1985**

( List background documents)

(also list reasons for exemption or confidentiality (if applicable)

London Borough of Haringey Cessation Valuation Workforce Facilities Ltd May 2008