

CYNGOR SIR POWYS COUNTY COUNCIL

Pensions and Investment Committee 9th February 2017

REPORT BY: Strategic Director of Resources

SUBJECT: Security of Pension Fund Assets

REPORT FOR: Decision

1 Introduction

Committee will be aware that the issue of the security of Pension Fund assets in relation to the insolvency of investment managers is logged on the Fund's Risk Register. As a control to help manage this risk, and following a recommendation from the Pension Board, Committee are asked to consider the following proposal.

2 Risk Management

That where the Fund intends to enter into a contract with a manager to invest Fund assets, that, in all cases and as a matter of course, the contract documentation is first scrutinized by the Fund's legal advisers, in relation to this risk.

3 Recommendation

Committee is asked to approve the recommendation to refer each new contract in relation to the appointment of an asset manager, to the Fund's legal advisers for scrutiny.

Recommendation:		Reason for Recommendation:	
To approve the referral of all future contracts with asset managers to the Fund’s legal advisers for scrutiny, in order to help manage the risk associated with investment manager insolvency.		Statutory requirement	
Person(s) To Action Decision:	Pension Fund Manager		
Date By When Decision To Be Actioned:		immediately	
Relevant Policy (ies):	N/A		
Within Policy:	N/A	Within Budget:	N/A
Contact Officer Name:	Tel:	Fax:	Email:
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Relevant Portfolio Member(s):	Councillor Wynne Jones
Relevant Local Member(s):	N/A