

## **Pension Fund Committee**

Meeting to be held on Friday, 14 September 2018

Electoral Division affected: (All Divisions);
--

## **Local Pensions Partnership Annual Report 2017/18**

(Appendix 'A' refers)

Contact for further information: Abigail Leech, Head of Fund,  
Abigail.leech@lancashire.gov.uk

### **Executive Summary**

This report sets out the Annual report and accounts for the Local Pensions Partnership (LPP) for the period ended 31 March 2018.

The Annual report and accounts were approved by LPP's board on the 31 July 2018.

### **Recommendation**

The Committee is asked to note LPP's annual report as attached at Appendix 'A'.

### **Background and Advice**

The Pension Fund Committee are charged with overall governance of the Fund and overseeing the investment and administration functions operated within the Local Pensions Partnership (LPP). The shareholders agreement with LPP and the governance policy documents for the fund state that Pension Fund Committee should receive the annual accounts for LPP. The Annual Report for LPP attached at Appendix 'A' includes the accounts.

LPP started operation in April 2016 and this is the second Annual Report and accounts. The report covers some of the key achievements in the year, future aspirations and the financial statements.

Some of the achievements outlined in the report are:

- Assets under management have increased from £12.5bn to £13.1bn
- Increased the number of pooled funds offered to clients from 2 to 6
- An increase in pension administration clients from 14 to 16
- A 6% increase in pension members under administration

## Future Plans identified

- To take on Berkshire Pension Fund as a client for its investments
- Embed new process for administration services
- Grow client base
- Launch the total return and real estate funds to complete the asset transition to pooled funds
- To collaborate with partners to further develop GLIL Infrastructure platform.

## Financial

The auditors provided an audit opinion that the accounts give a true and fair view on 31 July 2018. The statements show that LPP Group made a loss of £2.110m in the year compared to a profit in 2017 of £3.443m.

## Consultations

N/A

## Implications:

This item has the following implications, as indicated:

## Risk management

The shareholders agreement with LPP and the governance policy documents for the fund state that the Pension Fund Committee should receive the annual accounts for LPP.

## Local Government (Access to Information) Act 1985 List of Background Papers

Paper	Date	Contact/Tel
N/A		

Reason for inclusion in Part II, if appropriate  
N/A