

Pension Fund Committee

Meeting to be held on Thursday, 15 September 2016

Electoral Division affected:
(All Divisions);

Update on Work being undertaken on Governance and Risk

(Appendix 'A' refers)

Contact for further information:

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Executive Summary

Lancashire County Council, as administering authority of the Lancashire County Pension Fund, has responsibility for ensuring that there is effective risk management in place in relation to the operations of the Fund. The decision to pool the investment and administration operations of the fund within the Local Pensions Partnership (LPP) has changed the governance arrangements for the Fund and therefore the potential risks. The Head of Fund has started to review these arrangements and engaged PwC to do detailed work in this area. Appendix 'A' provides a summary of this work.

Recommendation

The Pension Fund Committee is recommended to note the details in the report.

Background and Advice

Lancashire County Council, as administering authority of the Lancashire County Pension Fund, has responsibility for ensuring that there is effective risk management in place in relation to the operations of the Fund. The decision to pool the investment and administration operations of the fund within the Local Pensions Partnership has changed the governance arrangements for the Fund and therefore the potential risks.

The Head of Fund has started to review these arrangements and has engaged PwC to support her doing detailed work in this area. The 3 areas of work will be:

- Risk workshops to identify and assess risks
- Understanding your assurance requirements
- Risk management framework advice and reporting

Appendix 'A' provides further detail on this work.

Consultations

PwC and LPP.

Implications:

This item has the following implications, as indicated:

Risk management

The Pension Fund Committee is the body charged with exercising the County Council's responsibilities as administering authority of the Pension Fund, and accordingly takes the responsibility for ensuring that there is effective risk management over those operations.

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		