

CAMBRIDGESHIRE PENSION FUND

Pension Fund Committee

Agenda Item: 2b)

Action log from previous meeting

This log captures the actions from the Pension Fund Committee of the 26 July 2018 together with any carried forward items from previous meetings and updates members on the progress on compliance in delivering the necessary actions. This is the updated action log as at 5 October 2018.

Outstanding actions from 26 July 2018 meeting of the Pension Fund Committee

Item No.	Item	Action to be taken by	Issue	Action/Status
80.	Pension Fund Annual Report and Statement of Accounts	Paul Tysoe	With regard to the small amount of tax paid on income, officers advised that the Fund occasionally received foreign income on investments net of withholding tax. This was reclaimable where tax agreements existed, but there were issues with some countries, and in those cases this was incurred as an expense to the Fund. Members were reassured that the withheld tax would be challenged with the custodian. Officers were asked to report back on this to the Committee.	<p>Officers made enquiries of the custodian who confirmed that of the £329k shown as tax on income in the statement of accounts, £162k was recoverable. The remaining £167k was unrecoverable due to the payment method used by the income issuer.</p> <p>The recoverable tax of £162k was discussed with the external auditors and it was agreed that the statement of accounts should not be amended for this immaterial amount, and instead an amendment would be made in 2018/19.</p>

80.	Pension Fund Annual Report and Statement of Accounts	Paul Tysoe	A member asked for more information regarding the Net Operational Expenses table (P19 of the report). Officers agreed to respond directly.	Officers have responded to the query directly.
80.	Pension Fund Annual Report and Statement of Accounts	Paul Tysoe	Members discussed the vulnerability of funds to Brexit. Both Jo and Officers stressed that the Fund was global, with exposure to UK markets limited to around 24%. Jo advised that Mercer had just produced a report on the potential exposure to Brexit, and agreed to circulate it.	Mercer has provided their report on the potential exposure to Brexit, along with a more recent Mercer paper on political risk, both of which were circulated in October. Mercers will be providing further information on the risks of Brexit and appropriate mitigations to the Investment Sub Committee in November 2018.

80.	Pension Fund Annual Report and Statement of Accounts	Paul Tysoe	Officers outlined how IDRPs worked in practice, and agreed to send round a note to the Committee on the four cases that had been lost, and the factors considered when making decisions on IDRPs.	E-mail sent to members confirming factors of the IDRPs cases.
80.	Pension Fund Annual Report and Statement of Accounts	Paul Tysoe	The Chairman asked that if any further comments or questions arose when members considered the ARSOA they e-mailed both officers and the Chairman.	Noted.

82.	Annual Review of the Funds Investment Managers	Paul Tysoe	Members noted the 'Manager Summary' section of the report, and that the ISC was well are of issues set out in the report, and taking action where appropriate. A member suggested that it would be useful to see a column in this table comparing the Mercer rating and opinion for the previous year.	Noted.
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