

INVESTMENT SUB-COMMITTEE

PART 1 MINUTES OF THE INVESTMENT SUB-COMMITTEE MEETING HELD ON 7 JUNE 2018 AT THE KENNET ROOM - COUNTY HALL, TROWBRIDGE BA14 8JN.

Present:

Cllr Tony Deane (Chairman), Cllr Gordon King and Cllr Roy While, Mike Pankiewicz, Jo Holden, Dave Willers and Jim Edney.

Also Present:

Cllr Philip Whitehead

17 Election of a Chairman

Nominations were invited for the position of Chairman. Cllr King nominated Cllr Deane, which was seconded by Cllr While.

Cllr Deane thanked members for their selection, and was pleased with the progress of the Fund over the last 12 months due to the hard work of officers and advisers.

Resolved:

To appoint Cllr Deane as Chairman for the forthcoming year.

18 Membership

It was explained that Cllr Tim Swinyard had been appointed to the Committee.

19 Apologies

There were no apologies for absence.

20 Minutes

Resolved:

To confirm the minutes of the meeting held on 21 February 2018.

21 **Declarations of Interest**

There were no declarations of interest.

22 **Chairman's Announcements**

The Chairman advised the Wiltshire Pension Fund Committee would soon receive the Wiltshire Pension Fund accounts and audit results for consideration, as in previous years. The Committee would need to provide an assurance to Wiltshire Council's Audit Committee it had reviewed the accounts. The timing should be that this assurance be available before Wiltshire Council's Audit Committee reviewed Wiltshire Council's accounts, which would include those of the Pension Fund.

23 **Public Participation and Councillors Questions**

There were no members of the public present.

24 **Date of next meeting**

The next meeting of the Sub Committee was to be held on 13 September 2018.

25 **Urgent items**

There were no urgent items.

26 **Exclusion of the public**

Resolved:

To agree that in accordance with Section 100A(4) of the Local Government Act 1972 to exclude the public from the meeting for the business specified in Minute Numbers 27 - 34 because it is likely that if members of the public were present there would be disclosure to them of exempt information as defined in paragraphs 3 of Part I of Schedule 12A to the Act and the public interest in withholding the information outweighs the public interest in disclosing the information to the public.

27 **Investments Quarterly Progress Report & Review of Manager Performance**

Officers and advisors introduced an investment quarterly progress report for the Sub Committee to consider.

Resolved:

To note the report on investments and request officers invite CBRE to present to the next meeting to explain performance attribution.

To agree that cash not currently invested in infrastructure be invested in gilts until such a time as further investment in UK infrastructure was deemed appropriate.

28 Risk Management

The Sub Committee was invited to consider risk management techniques, following the training day on 9 May.

A note from Mercer on decision making in Brunel Pension Partnership was also included.

Resolved:

To agree to invite applications for a risk manager to manage the Fund's equity risk in phase 1 of the framework and consider an LDI strategy using the same manager and updated flightpath in phase 2 as detailed in steps A-C of the report. The potential managers to be invited to the next Investment Sub Committee meeting to present.

29 Flight Path- Governance Procedures

Reports explained the second Flight Path level had been passed and proposed an implementation framework for re-risking in the case of a funding level fall.

Resolved:

To note the activation of the second Flight Path trigger and note the assurances.

To agree the re-risking approach outlined by Mercer and authorise officers to implement the policy.

30 Baillie Gifford Manager Presentation

Representatives from Baillie Gifford updated on the performance of the mandate.

Resolved:

To note the update from Baillie Gifford.

31 Barings Manager Presentation

Representatives from Barings updated on the performance of the mandate.

Resolved:

To note the update from Barings.

32 Loomis Sayles Manager Presentation

Representatives from Loomis Sayles updated on the performance of the portfolio.

Resolved:

To note the update from Loomis Sayles.

33 Investec Manager Presentation

Representatives from Investec updated the Sub Committee on the performance of the portfolio.

Resolved:

To note the update from Investec.

To request that officers undertake research to identify any overlap in the companies investment managers were invested in.

34 Minutes

Resolved:

To confirm the Part 2 minutes of the meeting held on 21 February 2018.

(Duration of meeting: 10.30 am - 3.40 pm)

The Officer who has produced these minutes is Libby Johnstone, of Democratic Services, direct line 01225 718214, e-mail libby.johnstone@wiltshire.gov.uk

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