

AGENDA

Meeting: Investment Sub-Committee
Place: Kennet Room - Wiltshire Council Offices, County Hall,
Trowbridge
Date: Thursday 22 November 2018
Time: 10.30 am

Please direct any enquiries on this Agenda to Libby Johnstone, of Democratic Services, County Hall, Bythesea Road, Trowbridge, direct line 01225 718214 or email libby.johnstone@wiltshire.gov.uk

Press enquiries to Communications on direct lines (01225) 713114/713115.

This Agenda and all the documents referred to within it are available on the Council's website at www.wiltshire.gov.uk

Chairman's Briefing:	Date	Time	Place
	22 Nov 2018	10.00am	Kennet Room - Wiltshire Council Offices, County Hall, Trowbridge

Membership:

Cllr Tony Deane (Chairman) Cllr Gordon King	Cllr Tim Swinyard (Swindon Borough Council) Cllr Roy While
------------------------------------------------	---------------------------------------------------------------

The order of this agenda has been amended since first publication.

Recording and Broadcasting Information

Wiltshire Council may record this meeting for live and/or subsequent broadcast on the Council's website at <http://www.wiltshire.public-i.tv>. At the start of the meeting, the Chairman will confirm if all or part of the meeting is being recorded. The images and sound recordings may also be used for training purposes within the Council.

By entering the meeting room you are consenting to being recorded and to the use of those images and recordings for broadcasting and/or training purposes.

The meeting may also be recorded by the press or members of the public.

Any person or organisation choosing to film, record or broadcast any meeting of the Council, its Cabinet or committees is responsible for any claims or other liability resulting from them so doing and by choosing to film, record or broadcast proceedings they accept that they are required to indemnify the Council, its members and officers in relation to any such claims or liabilities.

Details of the Council's Guidance on the Recording and Webcasting of Meetings is available on request. Our privacy policy can be found [here](#).

Parking

To find car parks by area follow [this link](#). The three Wiltshire Council Hubs where most meetings will be held are as follows:

County Hall, Trowbridge
Bourne Hill, Salisbury
Monkton Park, Chippenham

County Hall and Monkton Park have some limited visitor parking. Please note for meetings at County Hall you will need to log your car's registration details upon your arrival in reception using the tablet provided. If you may be attending a meeting for more than 2 hours, please provide your registration details to the Democratic Services Officer, who will arrange for your stay to be extended.

Public Participation

Please see the agenda list on following pages for details of deadlines for submission of questions and statements for this meeting.

For extended details on meeting procedure, submission and scope of questions and other matters, please consult [Part 4 of the council's constitution](#).

The full constitution can be found at [this link](#).

For assistance on these and other matters please contact the officer named above for details

The order of this agenda has been amended since first publication.

PART 1

Items to be considered when the meeting is open to the public

1 **Membership**

To note any changes to the membership of the Sub-Committee.

2 **Apologies**

To receive any apologies for absence or substitutions for the meeting.

3 **Minutes** (*Pages 7 - 10*)

To consider the Part 1 (public) minutes of the meeting held on Thursday, 13th September, 2018 10.30 am.

4 **Declarations of Interest**

To receive any declarations of disclosable interests or dispensations granted by the Standards Committee.

5 **Chairman's Announcements**

To receive any announcements through the Chairman.

6 **Public Participation and Councillors Questions**

The Council welcomes contributions from members of the public.

Statements

If you would like to make a statement at this meeting on any item on this agenda, please register to do so at least 10 minutes prior to the meeting. Up to 3 speakers are permitted to speak for up to 3 minutes each on any agenda item. Please contact the officer named above for any further clarification.

Questions

To receive any questions from members of the public or members of the Council received in accordance with the constitution. Those wishing to ask questions are required to give notice of any such questions in writing to the officer named above (acting on behalf of the Corporate Director), no later than 5pm on 15 November 2018 in order to be guaranteed a written response prior to the meeting. Any question received between the above deadline, and no later than 5pm two clear working days before the meeting, may only receive a verbal response at the meeting.

Please contact the officer named on the first page of this agenda for further advice. Questions may be asked without notice if the Chairman decides that the matter is urgent.

The order of this agenda has been amended since first publication.

Details of any questions received will be circulated to Committee members prior to the meeting and made available at the meeting and on the Council's website.

7 **Date of next meeting**

The next ordinary meeting of the Sub-Committee will be held on 21 Feb 2019 10.30 am.

8 **Urgent items**

Any other items of business which, in the opinion of the Chairman, should be considered as a matter of urgency. Urgent items of a confidential nature may be considered under Part II of this agenda.

9 **Exclusion of the public**

To consider passing the following resolution:

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 Item Numbers 10 – 14 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.

PART 2

Items during consideration of which it is recommended that the public should be excluded because of the likelihood that exempt information would be disclosed.

10 **Investment Quarterly Progress Report** *(Pages 11 - 66)*

Confidential reports, including one from Mercer, updating the Sub Committee on the performance of the Fund's investments as to the end of September 2018 and investment options.

An update on the Valuation, and progress of Brunel Pension Partnership is included in this item.

11 **Partners Group Presentation** *(Pages 67 - 182)*

Confidential reports from Partners Group are attached for members to consider.

12 **Accounting Update Report** *(Pages 183 - 186)*

A confidential report is attached for members to consider.

The order of this agenda has been amended since first publication.

13 **Brunel Member Engagement Day Presentation** *(Pages 187 - 250)*

A confidential report from Brunel is attached for members to consider.

14 **Minutes** *(Pages 251 - 256)*

To confirm the Part 2 (confidential) minutes of the meeting held on 13 September 2018.

This page is intentionally left blank

INVESTMENT SUB-COMMITTEE

PART 1 MINUTES OF THE INVESTMENT SUB-COMMITTEE MEETING HELD ON 13 SEPTEMBER 2018 AT KENNET ROOM - WILTSHIRE COUNCIL OFFICES, COUNTY HALL, TROWBRIDGE.

Present:

Cllr Tony Deane (Chairman), Cllr Gordon King and Cllr Roy White

Also Present:

Cllr Philip Whitehead

35 Welcome

The Chairman welcomed those present to the meeting.

36 Apologies

Apologies for absence had been received from Cllr Tim Swinyard.

37 Minutes

Resolved:

To confirm the minutes of the previous meeting.

38 Declarations of Interest

There were no declarations of interest.

39 Chairman's Announcements

The Chairman advised he was soon to meet with officers from Brunel Pension Partnership.

40 Public Participation and Councillors Questions

There were no members of the public present.

41 **Date of next meeting**

The next meeting of the Sub Committee was to be held on 22 November.

42 **Urgent items**

There were no urgent items.

43 **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 44-48 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 1 & 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.

44 **Investment Quarterly Progress Report & Review of Manager Performance**

The Sub-Committee was updated on the performance of the Fund's investments over the last quarter.

Resolved:

To note the update provided by Mercer and officers on the performance of the Fund's investments.

To request the Hymans' report on LDI be circulated to Mercer for commentary.

45 **Brunel Pension Partnership Update**

A verbal update was provided on the progress of Brunel Pension Partnership:

Resolved:

To note the update on the progress of Brunel Pension Partnership.

To request officers undertake work to establish the cost to each investment manager of managing their portfolio and the potential reductions in investment manager fees in advance of pooling.

To request a breakdown of costs and savings from Brunel Pension Partnership.

46 **Infrastructure Investment Options**

The Sub Committee considered options for achieving a 5% infrastructure investment.

Resolved:

To request officers explore fee charges with Partners Group to inform further consideration of infrastructure investment at a future meeting.

To request officers and Mercer begin work to develop a criteria to inform the assessment of investment viability in Wiltshire infrastructure.

To request the Chairman raise concerns about the Brunel model of infrastructure investment with the company.

47 **CBRE Global Investors Manager Presentation**

Representatives from CBRE updated on the performance of the Fund's mandate. The Sub Committee considered the update and also the upcoming investment strategy decisions the Fund would be required to make.

Resolved:

To note the update from CBRE and continue to monitor performance.

To request officers consider the options for a potential change of weighting within the CBRE mandate, towards global investment.

To recommend that extra resources are allocated within the Fund's budget to support recruitment of, and training for, staff.

48 **Minutes**

Resolved:

To confirm the minutes of the previous meeting, subject to an amendment to correct a duplication under item 18.

(Duration of meeting: 10.30 am - 1.40 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

Press enquiries to Communications, direct line (01225) 713114/713115

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A of the Local Government Act 1972.

Document is Restricted

This page is intentionally left blank