

	Superannuation Committee
Date:	15 February 2012
Subject:	Performance and Management of the Council's Pension Fund

Summary

1. This report presents a summary of the Fund's performance to 31 December, 2012.
2. The Fund is complying with all statutory constraints on investments.

Recommendations

1. The Committee notes the contents of this report, in particular that the statutory constraints have been met.



City of Westminster

Superannuation Committee

Date:	15 February 2012
Classification:	For Publication
Title of Report:	Performance and Management of the Council's Pension Fund
Report of:	Chief Operating Officer
Wards involved:	All
Policy context:	Effective control over Council activities
Financial summary:	There are no immediate financial implications arising from this report, although investment performance has an impact on the Council's employer contribution to the Pension Fund and this is a charge to the General Fund.
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1. PERFORMANCE OF THE FUND AND CAPITAL MARKETS OUTLOOK

1.1. A report by Deloitte describing the performance of the fund over the three month period to 31 December is attached as appendix one.

2. COMPLIANCE WITH STATUTORY REQUIREMENTS

2.1. The Local Government Pension Scheme (LGPS) investment regulations under which the Fund operates contain statutory limits for certain types of investments.

a) Not more than 10% of the Fund can be invested in any one company.

On 31 December, 2011 the largest share-holding was in GlaxoSmithKlein which represented 1.87% of the Fund.

b) Not more than 35% of the Fund can be invested in collective investment schemes managed by a single manager.

On 31 December, 2011, the largest element of the portfolio in collective investment schemes was the passive UK (16.56%) and Global (13.30%) mandates both managed by State Street. This represented 29.85% of the Fund.

c) Not more than 5% can be invested in employer – related investments.

On 31 December, 2011 the Fund has no employer related investments.

2.2. The Fund is therefore complying with statutory requirements.

BACKGROUND PAPERS

The background papers listed below are not for public inspection by virtue of Paragraph 3 of Part 1 of Schedule 12A to the Local Government Act 1972 (as amended) in that it contains exempt information, namely information relating to the financial or business affairs of any particular person (including the authority holding that information).

1. None

If you have any questions about this report, or wish to inspect one of the background papers, please contact Jonathan Hunt on 020 7641 1804 or jonathanhunt@westminster.gov.uk.

Appendix 1

Attached:

Deloitte Investment Report – Quarter End to 31 December,
2011