

## PENSION FUND COMMITTEE – 16 MARCH 2012

### FUND MANAGER MONITORING ARRANGEMENTS

#### Report by Assistant Chief Executive & Chief Financial Officer

##### Introduction

1. Each year this Committee considers the arrangements for monitoring the performance of its Fund Managers. This report sets out the proposed arrangements for 2012/13, and recommends the Committee to approve the arrangements.

##### Proposed Arrangements

2. Under the current arrangements, the performance of all Fund Managers is reviewed every three months, either by the full Committee, or by officers in conjunction with the Independent Financial Advisor to the Fund. For those quarters that the Committee does not see the Fund Manager, the officer meeting is held in advance of the Committee to allow the Independent Financial Adviser to report all key issues to the Committee.
3. Traditionally, the Committee have seen the three equity managers every 6 months, the fixed income manager once a year, and the two private equity managers once every two years.
4. It is the view of Officers that these arrangements in place for a number of years now have worked well, and the proposed arrangements for 2012/13 have retained the same pattern.
5. As covered elsewhere on the Agenda, Wellington have now been appointed (subject to contract) to manage the global equity mandate for this Committee. It is not expected that there will be any significant activity to monitor before the next Committee meeting, so it is proposed that their first monitoring session with this Committee is at the September 2012 meeting.
6. The detailed monitoring arrangements are therefore proposed as follows:

	Committee	Officers
Quarter 1 Committee - 1 June 2012	UBS Legal & General	Baillie Gifford Private Equity Wellington
Quarter 2 Committee - 7 September 2012	Baillie Gifford Wellington	UBS Legal & General Private Equity

Quarter 3 Committee – 7 December 2012	UBS Adams Street	Wellington Legal & General Baillie Gifford Private Equity
Quarter 4 Committee – 8 March 2013	Baillie Gifford Wellington	UBS Legal & General Private Equity

## RECOMMENDATION

7. **The Committee is RECOMMENDED to approve the Fund Manager monitoring arrangements as set out in this report.**

Sue Scane  
Assistant Chief Executive & Chief Financial Officer

Background papers: Nil  
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