

TfL Pension Consultative Council (PCC)

Summary of minutes of meeting number 73 held on 19 July 2012

PCC Constitution and Remit

The minor changes made to the constitution have been approved by TfL and an updated version will be available on the TfL Pension Fund website.

TfL Administration Report for the quarter ended 31 March 2012

The PCC noted the service provider's report to the Trustees of the TfL Pension Fund.

Report of Trustee Board Meeting held on 12 June 2012

It was reported that ASLEF had formally proposed that Graham Dean should represent them on the Board of Directors as a temporary measure whilst Steve Grant is unable to attend

The Investment Committee had selected two managers for the Alternative Credit Mandate: Brigade and Oakhill.

The Actuarial Valuation Committee had agreed to appoint the company Penfida to undertake a review of the employer covenant as part of the valuation process with the aim of obtaining an assurance that appropriate steps were being taken to safeguard funds.

The 2011 Pensions Act had been updated to include the automatic enrolment of eligible workers into a workplace pension scheme. The "staging date" for TfL would be 1st March 2013.

The Appeals Committee noted that recent cases for ill health early retirement pensions had been complex and that the Fund had an obligation to abide by both the rules and the requirements of the Finance Act 2004.

In the Investment adviser's report for the quarter ended 31st March 2012, which had been reviewed by both the Investment Committee and the Alternatives and Liability Hedging Committee, showed positive results.

The Board were advised that over the three years since 2009, Fund assets had increased by about 59% and liabilities by about 40%, resulting in a net reduction in the deficit. It was noted that this was based on a number of assumptions, which would differ from those made for a full actuarial valuation.

It was commented from the Financial and Administration reports for quarter ended 31st March 2012 the reduction in the administration fees achieved by the Fund Secretary and his team and on the work of the Fund Office staff in continuing the high level of service provided.

A number of late payments by UK Power Network Services were noted and the Board were advised that this was being kept under review.

It was reported that settlement of the outstanding levies had been reached with the PFF.

Report of the Trustee Board meetings held on 10 July 2012

The final draft of the Fund Annual Report and Accounts for year ended 31st March 2012 was considered and approved for signature.

The draft Report and Accounts of the TfL Trustee Company Limited for year ended 31st March 2012 were approved for signature and were subsequently signed by Maria Antoniou and Stephen Ellaby.

The Board approved the programme for the Annual Members' Meeting to be held on 9th October 2012.

It was announced that Stephen Critchley would shortly be retiring from TfL and the Board paid tribute to his work as a Trustee Director for the past ten years and, in particular, his guidance during his period of office as Board Chairman.

2012 Nomination Communication

It was reported that the nomination process had been communicated through the TfL, LU and Tubelines internal communication channels and an article was placed in the July Pensioners' edition of "OTM". It had also written to all of the "PFI" community and deferred members.

National Fraud Initiative

It was noted that the Fund will be participating again in the 2012 exercise

Retirement Seminars Representation

It was noted that the PCC representation on the TfL Pre-Retirement Seminars was an item on the PWG agenda for the 12th July.

Agenda of the PWG meeting held on 12 July 2012

The agenda was noted

Pensioners' Forum Summary for meeting held on 22 May 2012 and Pensioner Liaison Manager's report

These were noted