

TfL Pension Consultative Council (PCC)

Summary of minutes of meeting number 89 held on 30 April 2015

TfL Administration Report for the quarter ended 31 December 2014

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

Report of the Trustee Board Meeting held on 27 March 2015

The Fund's proposed annual budget for the 2015/16 financial year was accepted by the Full Board.

It was reported that that Bond yields fell significantly over the (December) quarter. This has resulted in a deterioration of the Fund's funding asset level to just under 89% to liabilities.

It was confirmed that the remit of the Alternatives Liability and Hedging Committee was to develop a diversified portfolio of alternative investments that will eventually constitute around 25% of the total TfL PF assets under investment management. Present composition of total alternative portfolio allocation is around 17-19% of total fund assets.

It was agreed to double its holding in equity hedging and increase its commitment to the CBRE Real Estate Mandate to around £100 million.

The Trustee Board agreed the Internal Audit Plan for 2015/16 and KPMG's audit strategy for the TfL Pension Fund for year ending 31 March 2015.

The Trustee Board noted that the Cap Gemini Section had now closed and its liabilities had transferred to the Public Sector Section.

The Audit Committee also noted a revised Statement of Recommended Practice (SORP) which will come into effect for accounting periods after 1 January 2016.

Representations

The PCC Secretary confirmed that the PCC representations to the PWG and Fund Secretary were submitted. The PCC discussed a proposed representation and agreed to submit it to the Fund Secretary.

Pensions Working Group Minutes for Meeting held on 26 November 2014 and Pensions Working Group Agenda for Meeting held 26 March 2015

The minutes and agenda were noted.