

20 September 2016

Agenda Item:

## **REPORT OF SERVICE DIRECTOR – FINANCE, PROCUREMENT & IMPROVEMENT**

### **PENSION FUND ANNUAL REPORT AND ACCOUNTS 2015/16**

#### **Purpose of the Report**

1. To present the Nottinghamshire Pension Fund annual report and accounts for 2015/16.

#### **Information and Advice**

2. The Nottinghamshire Pension Fund Annual Report for 2015/16 is attached. This includes the annual accounts and shows the value of the fund as at 31 March 2016 to be £4,067 million with net returns on investments for 2015/16 of £227 million and net nil transactions from dealings with members. The overall value of the fund is unchanged from last year, reflecting the slight fall in asset values due to sluggish global economic growth.
3. The external auditors, KPMG, have completed their audit work and anticipate issuing an unqualified audit opinion. No material misstatements or uncorrected audit differences were identified. The auditor's ISA260 report is also attached for information.
4. KPMG has reported that a key area of potential risk identified by them in 2014/15, relating to the generating of reports from the new pensions administration system, has now been addressed, and that the system has produced the information necessary for the triennial valuation exercise.

#### **Reason/s for Recommendation/s**

5. Under the terms of the Council's constitution, the Nottinghamshire Pension Fund Committee is responsible for the administration of the Nottinghamshire Pension Fund and it is best practice to present the accounts to those charged with governance.

#### **Statutory and Policy Implications**

6. This report has been compiled after consideration of implications in respect of crime and disorder, finance, human resources, human rights, the NHS Constitution (Public Health only), the public sector equality duty, safeguarding of children and vulnerable adults, service users, sustainability and the environment and ways of working and where such implications are material they are described below. Appropriate consultation has been undertaken and advice sought on these issues as required.

## **RECOMMENDATION/S**

- 1) That the Annual Report, annual accounts and draft audit report for 2015/16 be noted.

### **Report Author:**

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**Investments Officer – Pensions & Treasury Management**

**For any enquiries about this report please contact: Simon Cunnington**

### **Constitutional Comments**

7. Because this report is for noting only no Constitutional Comments are required.

### **Financial Comments (SRC 25/08/2016)**

8. There are no direct financial implications arising from the report.

### **Background Papers and Published Documents**

Except for previously published documents, which will be available elsewhere, the documents listed here will be available for inspection in accordance with Section 100D of the Local Government Act 1972.

- 'None'