

# **LGC Investment Seminar 2014**

## **“Regulatory Oversight – the New World”**

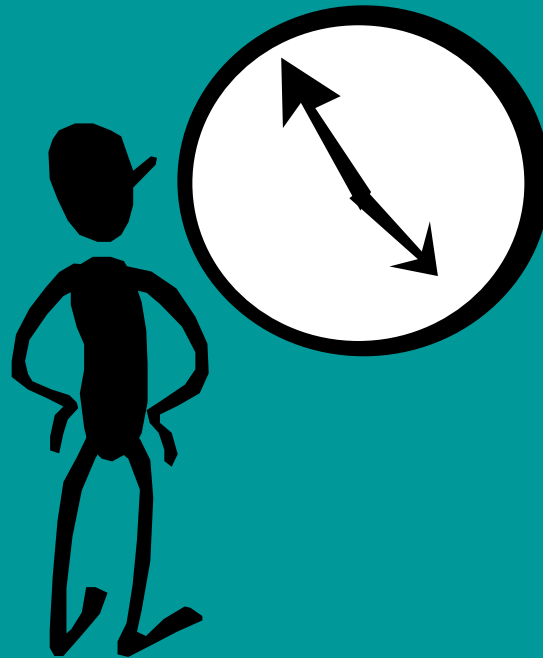
**27 February 2014**

**Bob Holloway**

**DCLG**

**Workforce Pay & Pensions Division**

# 32 Days 14 Hours







Quite Likely

## The Local Government Pension Scheme Regulations 2013

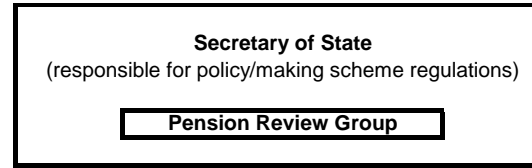
Part 1 – membership, contributions and benefits

Part 2 – administration

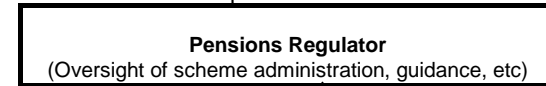
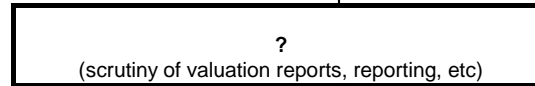
Part 3 – scheme governance, cost management and pensions protection

## The Local Government Pension Scheme (Transitional Provisions, Savings and Amendment) Regulations 2014

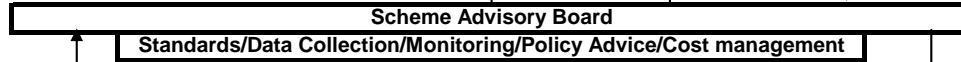
Responsible Authority



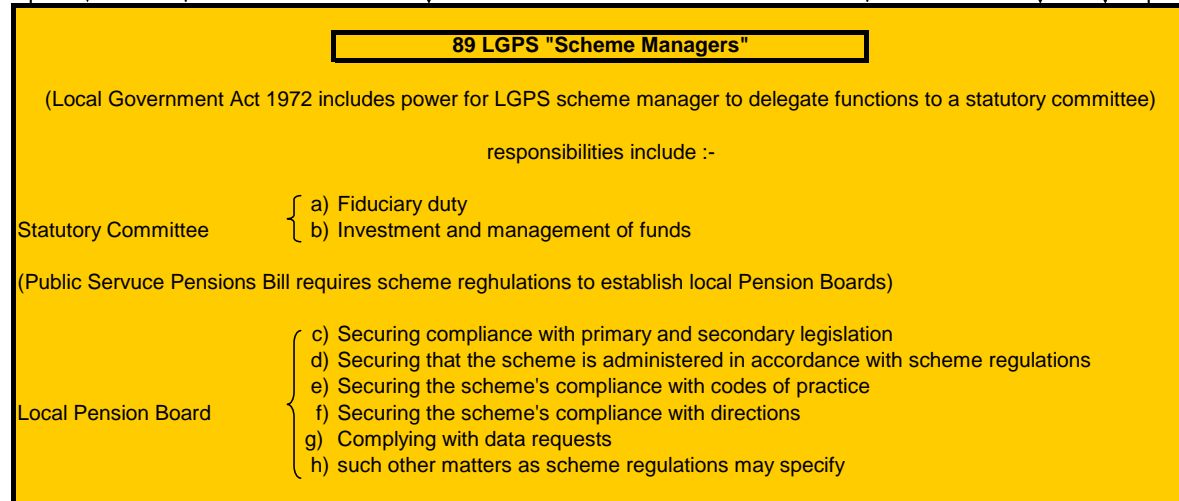
National Scrutiny



Scheme Advisory Board



Scheme Managers



- Shadow board already in operation
- Underpinned by sub-committees
- Role of SAB defined in PSP Act 2013
- Other key issues :-
  - Legal status
  - Effective representation
  - Appointments
  - Funding
  - Information
  - Working relationships (avoid duplication)

Local Scrutiny Board?

Local Compliance Board?

Local Pension Board?



- Minimum requirements of the 2013 Act :-
  - Assisting scheme managers
  - Securing compliance with scheme regulations
  - Securing compliance with Pensions Regulator codes of practice, etc
  - No conflict of interest
  - Provision of information to scheme managers
  - Equal number of employer and scheme member representatives
  - Scheme managers to publish information about pension boards.
- No power to make statutory decisions
- But do we go further than the compliance role?
- If so, how do we fill the gap?
- Local flexibility v central prescription.

- Separation from scheme manager function?
- Terms of office
- Regularity of meetings
- Skills and knowledge requirements
- Information requirements
- Reporting arrangements
- Funding
- Limitations

# Central Prescription

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# Local Flexibility

# Governance Timetable

- Primary legislation not enabled
- April 2015 start date for other schemes
- Likely start date for LGPS = April 2015
- Reasonable lead in time
- Instruct lawyers = February 2014
- Consultation = Spring 2014
- Regulations made = Summer –ish 2014!

32 Days 13 Hrs 40 Mins

