



LGPS Update

Kent County Council Pension Fund Committee
28th September 2022

Jeff Houston, Senior Pensions Consultant



Regulatory information

The information in this presentation is based on our understanding of current taxation law, proposed legislation and HM Revenue & Customs practice, which may be subject to future variation. This presentation is not intended to provide and must not be construed as regulated investment advice. Returns are not guaranteed and the value of investments may go down as well as up.

Barnett Waddingham LLP is authorised and regulated by the Financial Conduct Authority. BW SIPP LLP is authorised and regulated by the Financial Conduct Authority.

The new DLUHC Team



Paul Scully MP
Minister of State

Rt Hon Simon Clarke MP
Secretary of State



McCloud – what's next?



McCloud – what's next

Timing

- LGPS further consultation
- In force date



Latest

- Who is in scope
- Teachers



Comms

- Annual Benefit Statements or not?
- Managing expectations



Tax

- Authorisation of late lump sums
- Impact on Annual and Lifetime Allowances



What's hot on
the back burner?



What's hot (or not)

Survivor benefits

Goodwin 2020 Employment Tribunal case. Government accepts that changes need to be made to all public service schemes. LGPS consultation is overdue

Higher and Further Education

Consulted on May 2019 – make Higher and Further Education establishments designating bodies – Decision on readmission to public sector awaited

Exit Payments

Regulations withdrawn February 2021 - expecting revised scheme led approach – HMT have published for 'Central Government' – DLUHC ?

Dashboard

Single source of all pension information. Will be mandatory for the LGPS and other public service schemes to participate

Fair Deal

Consulted on in January 2019 – legal situation re Directions Order and suitable alternative schemes still outstanding

The Climate consultation

3

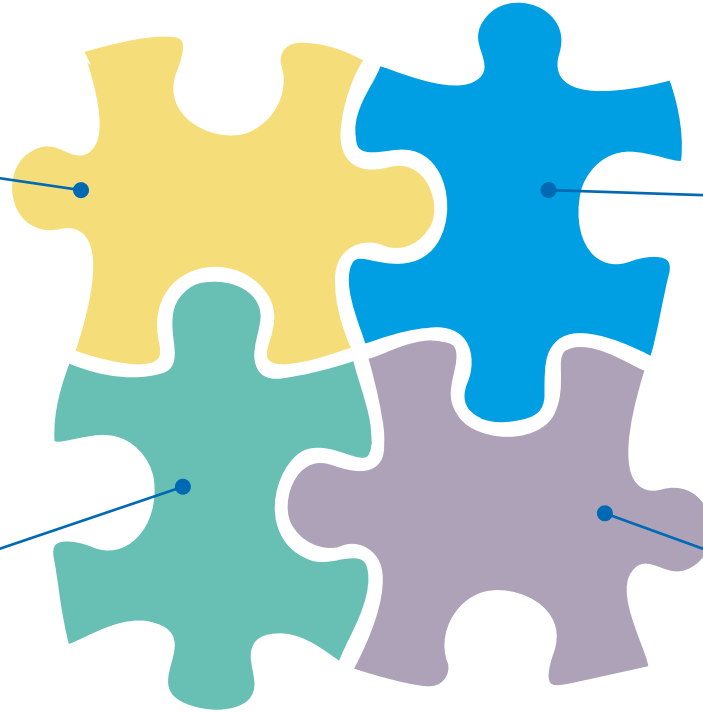
What's in it?

Governance

Oversight of climate related risks and opportunities
Assess impact on funding and investment strategies.

Measures

Metric 1 Absolute emissions
Metric 2 Emissions intensity
Metric 3 Data Quality
Metric 4 Paris Alignment
Annual reporting



Scenarios

One scenario must be Paris-aligned and one scenario will be discretionary
Must be conducted at least once in each valuation period

Target

In relation to one metric chosen by the fund or any TCFD target - non binding but progress must be assessed once a year,

Still to come?

4

What else is promised?



THANK YOU