

TEESSIDE PENSION FUND

Administered by Middlesbrough Council

AGENDA ITEM 12

PENSION FUND COMMITTEE REPORT

14 DECEMBER 2022

DIRECTOR OF FINANCE – HELEN SEECHURN

VALUATION UPDATE

1. PURPOSE OF THE REPORT

- 1.1 To update the Committee on progress on the ongoing triennial actuarial valuation of the Pension Fund as at 31 March 2022.

2. RECOMMENDATION

- 2.1 That the Committee notes the report.

3. FINANCIAL IMPLICATIONS

- 3.1 No specific financial implications are attached to this report, although the eventual outcome of the actuarial valuation will have significant financial implications for the Fund employers as it will determine the employer contribution rates they will pay for the three years from 1 April 2023 onwards.

4. BACKGROUND

- 4.1 Every three years the administering authority of each Local Government Pension Scheme (LGPS) Fund is required to obtain an actuarial valuation of the assets and liabilities of their Fund, together with an actuary's report on the valuation and a 'rates and adjustments certificate' setting out the employer contributions required to the Fund over the next three year period. Each LGPS Fund in England Wales (including our Fund) is currently undergoing their three-yearly valuation, which will look at the position of each Fund as at 31 March 2022, will set contribution rates for the three year period starting 1 April 2023 and whose final report needs to be produced before 31 March 2023.

5. UPDATE REPORTS

- 5.1 As part of this process the Fund's actuary Hymans Robertson has produced an update report (enclosed at Appendix A) summarising some of the initial outcomes across employers and looking at how post valuation date events may impact on the result.

5.2 Hymans Robertson has also produced a document (enclosed at Appendix B) summarising the main changes being made to the Funding Strategy Statement as a consequence of the actuarial valuation. This is being circulated to employers with the revised Funding Strategy Statement as part of the consultation process.

5.3 Colleagues from Hymans Robertson will be available at the meeting to explain, and answer any questions on, the appendices to this report.

6. NEXT STEPS

6.1 The Committee will be kept updated on progress with the valuation, and reports will be brought to upcoming scheduled meetings.

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