

LONDON BOROUGH OF CROYDON

REPORT:	Pension Board	
DATE OF DECISION	16 January 2024	
REPORT TITLE:	Review of Risk Register	
CORPORATE DIRECTOR / DIRECTOR:	Jane West, Corporate Director of Resources (Section 151 Officer)	
LEAD OFFICER:	Matthew Hallett – Head of Pensions and Treasury	
CONTAINS EXEMPT INFORMATION?	NO	[Public]

1. SUMMARY OF REPORT

- 1.1 This report presents the current Risk Register (in Appendix A) for the Pension Fund and highlights any changes made since the last review carried out at the Pension Board meeting held on 17 October 2024.

2. RECOMMENDATIONS

The Board is recommended:

- 2.1 To review and note the contents of the Pension Fund Risk Register.

3. REASONS FOR RECOMMENDATIONS

- 3.1 To ensure an accurate record of the Risk Register is kept helping demonstrate good governance and mitigate risks to the Fund.

4. BACKGROUND AND DETAILS

- 4.1 Best practice recommends that a risk register is maintained by the Pension Fund recording relevant risk scenarios, together with an assessment of their likelihood and impact and appropriate mitigations. This report discusses the most significant risks relating to governance, funding, assets and liabilities and operational matters. Appendix A details these risks.
- 4.2 The Board is invited to comment on whether it considers this list is sufficiently exhaustive and whether the assessment of each risk matches its perception on the adequacy of existing and future controls.

- 4.3 In accordance with the Risk Management Policy, the Risk Register is reviewed by officers and reported to Board periodically.
- 4.4 Risks are rated on a scale of 1 to 5 on the likelihood of the risk occurring and its impact if it does. This allows a range of potential scores of between 1 and 25. The register shows that there are 17 risks on the main register with 10 being significant risks for the Fund (ie scored 10 or higher). When all of the planned future controls are in place, the significant risks could be reduced to 4.
- 4.5 Board is asked to note that 1 risk concerning the requirement to invest 5% of investments via pools has been removed from the register. This is due to new requirements being implemented by the government superseding this. Risk 16 has been amended to reflect the risk associated with possible directions to the way LGPS funds have to invest moving forwards. This risk had previously been rated as amber but is now rated as red. Risks 7 and 8 concerning cyber security have been updated with progress.

5. CONSULTATION

- 5.1 Officers have previously consulted with both the Pension Committee and Local Pension Board on the template for the Risk Register which forms the basis of Appendix A.
- 5.2 Where appropriate, Officers consult with the Fund's advisers when considering the risks associated with the Pension Fund.

6. IMPLICATIONS

6.1 FINANCIAL IMPLICATIONS

- 6.1.1. There are no implications arising from this report other than those already mentioned.

7. APPENDICES

- 7.1 Appendix A: Pension Fund Risks Register.

8. BACKGROUND DOCUMENTS

- 8.1 None