

Strathclyde Pension Fund – Funding update noted – Determination of 2 exit credit payments approved.

9 There was submitted a report by the Director of Strathclyde Pension Fund regarding the funding position for Strathclyde Pension Fund as at 31st July 2025 and the determination of 2 exit payments, advising

- (1) that the funding position of Strathclyde Pension Fund was formally assessed every 3 years in the triennial actuarial valuation carried out by the Fund's actuaries, Hymans Robertson;
- (2) that between formal valuation, Hymans Robertson provided tools and reporting to facilitate monitoring of the interim funding position of Strathclyde Pension Fund, and the funding report, as detailed in an appendix to the report, had shown an improvement in the funding level from 147% at the 31st March 2023 valuation to 187% at the 31st July 2025 valuation;
- (3) of the Gender Pensions Gap which was mainly caused by the Gender Pay Gap and therefore had its roots with employers rather than Strathclyde Pension Fund or other pension funds;
- (4) that the actuarial valuation for the 4 employers namely, Renfrewshire Carers Centre, Business Loans Scotland, Glasgow Colleges Regional Board and Mitie PFI (SAC) that had recently exited Strathclyde Pension Fund, showed that they all had a funding surplus at their exit date and in accordance with the Local Government Pension Scheme (Scotland) (Amendment) Regulations 2025 which came into force on 2nd April 2025, Strathclyde Pension Fund was required to determine the amount of exit credit which should be payable to an employer leaving the Local Government Pension Scheme;
- (5) that 3 of the employers had guarantors who were required to be notified of Strathclyde Pension Fund's intention to make a determination and asked if they wished to make any representation about the amount of the exit payment, however due to the guarantors for the Glasgow Colleges Regional Board and Mitie PFI (SAC) not having had an opportunity to make any representation, the determinations for both of those employers would be considered at a future meeting of this committee; and
- (6) of the determinations for Renfrewshire Carers Centre and Business Loans Scotland, as detailed in the report.

After consideration, the committee

- (a) noted the report; and
- (b) approved an exit credit of £1.220m to Renfrewshire Carers Centre and approximately £2m to Business Loans Scotland, as detailed in the report.

Councillor Bell noted an interest in this item.

