



Glasgow City Council

Strathclyde Pension Fund Committee

Report by Director of Strathclyde Pension Fund

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Item 17

4th March 2020

Risk Register

Purpose of Report:

To present the current Strathclyde Pension Fund Risk Register.

Recommendations:

The Committee is asked **to NOTE** the current risk register.

Ward No(s):

Citywide: ✓

Local member(s) advised: Yes No consulted: Yes No

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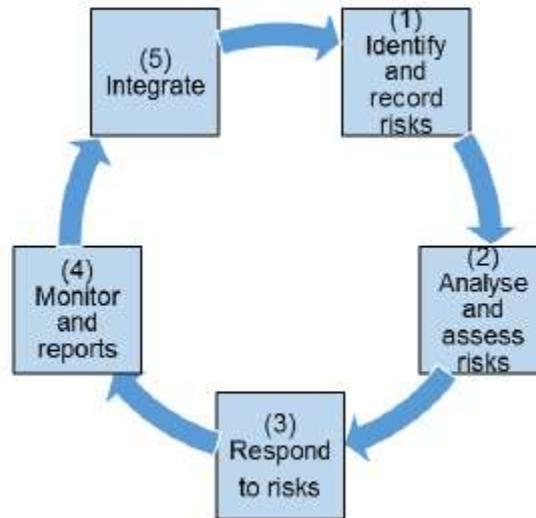
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1 Background

In March 2019, the Committee approved a revised Risk Policy and Strategy Statement. Unlike the Fund's other policy documents, this is not a requirement of the regulations but is considered a matter of best practice. The Statement sets out a common basis for risk management across the Fund's other policies and strategies. The Fund's policy documents are available on its website at: www.spfo.org.uk

2 Risk Management Process

The risk management process is illustrated as follows.



3 Risk Register

As a key part of the Fund's risk strategy, a detailed risk register has been established and is maintained for the Strathclyde Pension Fund (SPF) and the Strathclyde Pension Fund Office (SPFO). The format is consistent with the corporate and departmental registers. The register provides a simple, systematic and consistent basis for recording, analysis, understanding, communication, management, monitoring and reporting of risks.

4 Risk Tolerance Matrix

The risk tolerance matrix used to analyse risks is summarised in Appendix A.

5 Monitoring and Review

The risk register is monitored on an ongoing basis by officers. The complete register is reviewed annually by the Committee. The principal risks, in terms of their residual ranking, are reported more frequently to the Committee.

6 Current Register

The current risk register is summarised in Appendix B.

7 Changes

There have been 13 changes since the last full risk register update report as at 31st December 2018. Based on residual ranking:

- 27 risks have remained static
- 7 risks have decreased
- 0 risks have increased
- 2 risks have been closed
- 3 risks have been added.

8 Policy and Resource Implications

Resource Implications:

<i>Financial:</i>	None
<i>Legal:</i>	None
<i>Personnel:</i>	None
<i>Procurement:</i>	None

Council Strategic Plan: Strathclyde Pension Fund aligns with the theme of a well governed city.

Equality and Socio-Economic Impacts :

Does the proposal support the Council's Equality Outcomes 2017-21 Equalities issues are addressed in the Fund's Responsible Investment strategy, in the scheme rules which are the responsibility of Scottish Government and in the Fund's Communications Policy which has been the subject of an Equalities Impact Assessment.

What are the potential equality impacts as a result of this report? No specific equalities impacts.

Please highlight if the policy/proposal will help address socio economic disadvantage.

Sustainability Impacts:

Environmental: ESG (Environmental Social and Governance), and local impacts are addressed in the Fund's Responsible Investment strategy.

Social, including opportunities under Article 20 of the European Public Procurement Directive:

ESG (Environmental Social and Governance), and local impacts are addressed in the Fund's Responsible Investment strategy.

Economic:

ESG (Environmental Social and Governance), and local impacts are addressed in the Fund's Responsible Investment strategy.

Privacy and Data Protection impacts:

None

9 Recommendations

The Committee is asked to **NOTE** the current risk register.

Risk Tolerance Matrix

Having identified potential risks, the next stage of the process is to analyse and profile each of them.

For this SPF uses a standard methodology and template:

- each risk is scored from 1 to 5 for probability
- each risk is scored from 1 to 5 for impact

The product of these scores provides a risk ranking. This is illustrated in the matrix below.

