

Havering Pension Fund – Risk Register – Summary of Further Actions for discussion

Summary of Amendments to the Risk Register since October 2019 - for Discussion

Risk No	Risk Title (Objective)	Consequence of not achieving the objective	Controls/Mitigations	Amendment
3 Risk of Failure to perform in line with growth expectations	Climate Risk Considerations	<p>There is a growing regularity for long-term investors to consider the extent to which climate change could impact on financial outcomes.</p> <p>The Pensions Regulator has set up a working party to consider guidance for pension schemes which will be published in early 2020. The Scheme Advisory Board is also expected to incorporate climate change considerations into its guidance for LGPS funds during 2020.</p>	<p>In its investment beliefs the Committee recorded a belief that climate change and the expected transition to a low carbon economy represents a long –term financial risk to Fund outcomes. We expect that the guidance will broadly follow the framework proposed by the Taskforce for Climate-related Financial Disclosures (TCFD)</p> <p>Following this framework, the Committee could consider actions including:</p> <ul style="list-style-type: none"> • Further training • Measuring exposure to and reporting. • Escalating engagement with investee companies on climate-related topics. 	To monitor on – going discussions between the TPR and Government regarding regarding Climate Change and the strategies

			Next steps would be taking the Committees investment beliefs and building on developing market practice.	
--	--	--	--	--

If the board agrees to add the above risks to the register they will be added to the register which will be presented at the next Local Pension Board meeting on 31st March 2020 .