

# Brent Pension Fund Sub-Committee Meeting

Keith Bray, Forum Officer 25 February 2020



## **Agenda**

- What LAPFF does for the fund and the LGPS
- Work done by LAPFF on ESG issues (with a particular focus on climate change)
- Some outcomes achieved by funds acting together



#### Who we are and what we do

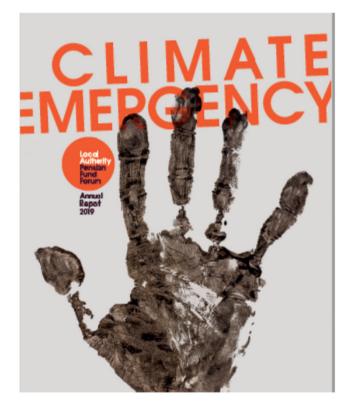
- The LAPFF has 82 LGPS fund members and six pool companies with combined assets of just over £300 billion
- We provide an unparalleled resource for funds to develop their approach to stewardship and responsible investment and maximise influence as shareholders



#### What LAPFF does

The Forum engages over a wide range of topics, including environmental and carbon risk, social and governance risk

and reliable accounts





## **Engagement activities and outcomes**

Company engagement

**ArcelorMittal** announces aim to be carbon neutral in Europe by 2050, more recently setting targets for 2030

Ford and other car makers agree a deal with California on fuel efficiency standards after collaborative engagement

**Ryanair**: after LAPFF proposes a shareholder resolution for a new chair, company states chair and senior independent director will step down by the 2020 AGM.



## **Engagement activities and outcomes**

#### Policy engagement

After long advocating the ineffective regulator the Financia Report Council be disbanded, it is now to be replaced be the Audit, Reporting and Governance Authority (ARGA)

ARGA now monitoring holding company and group balance sheet discrepancies, as flagged up by LAPFF/PIRC at Thomas Cook/Carillion's capital maintenance problem



## **Engagement activities and outcomes**

Stakeholder engagement

evestors are increasingly understanding the flue of community perspectives, both to extect the interests of those affected most by exporate activities and to gain an extended additional decisions are fecting the potential for shareholder value eation?

Cllr Rob Chapman, LAPFF vice-chair



## Acting together - achieving more Protecting shareholder value



