

# Professionalism and Governance

## Governance Assignment 2

*(Part 1– Pensions Risk Management)*

*(Recommended Time: 2 hours)*

### 1. Case Study:

You are the pension manager for a large mature pension scheme. You have been asked by the Trustee Board to assess the compliance of the scheme against the Pension Regulator's Code of Practice on Internal Controls.

The objectives of performing the compliance review are linked to:-

- a) Safeguarding the scheme assets
- b) Maintaining suitable levels of funding
- c) Ensuring the payment of adequate contributions
- d) Ensuring that the correct level of benefit is being paid to the legitimate members, and
- e) Making sure the scheme operates and is managed in accordance with law and the scheme's trust documentation.

Your report to the Trustee Board, should detail:-

- 3 risks that could impact each of the above objectives (note these could be operational or financial).
- at least 3 methods of mitigating the previously identified risks, and any control mechanism and action plan that you would deploy to help you in this task

The report should take the form of a risk register and each risk should be prioritised accordingly.

**60 marks**