



## **REPORT of DIRECTOR OF RESOURCES**

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**to  
OVERVIEW AND SCRUTINY COMMITTEE  
14 FEBRUARY 2018**

### **TREASURY MANAGEMENT AND ANNUAL INVESTMENT STRATEGY 2018 / 19**

#### **1. PURPOSE OF THE REPORT**

- 1.1 The Chartered Institute of Public Finance and Accountancy's (CIPFA) revised Code of Practice for Treasury Management includes a requirement for regular scrutiny of Treasury Management Strategy and Practices. Members are therefore asked to review and comment on the Treasury Management and Annual Investment Strategy for 2018 / 19

#### **2. RECOMMENDATION**

That comments are sought on the Treasury Management and Annual Investment Strategy 2018 / 19 for forwarding onto the Finance and Corporate Services Committee on 30 January 2018.

#### **3. SUMMARY OF KEY ISSUES**

- 3.1 This report is to seek Members' comments on the Treasury Management and Annual Investment Strategy 2018 / 19.
- 3.2 The Treasury Management and Annual Investment Strategy for 2018/19 is attached as **APPENDIX 1**. For completeness, the supporting Treasury Management Practices are attached as **APPENDIX 2**.
- 3.3 The Strategy is due to be considered by the Finance and Corporate Services Committee on 30 January 2018.
- 3.4 The Strategy has been compiled using a template provided by the Council's treasury advisor, Arlingclose Ltd. The Strategy includes amendments recommended to the Finance and Corporate Services (F&CS) Committee on 28 November 2017 and on to Council on 21 December 2017.
- 3.5 The Council's current lending list, where funds are held as at 6 December 2017, is set out in the table shown overleaf:

<b>Financial Institution</b>	<b>Lowest Credit Rating</b>	<b>Max Investment Period</b>	<b>Amount £000</b>	<b>Maturity</b>
Barclays Bank Plc	A	100 days	2,000	95 days notice
Federated Investors (MMF)	AAA	Not applicable	5,000	Overnight
Goldman Sachs (GSAM) (MMF)	AAA	Not applicable	4,000	Overnight
Lamit Property Fund	Not applicable	Not applicable	3,000	N/A
Lloyds Bank Plc	A	13 months	2,000	19 Feb 2018
NatWest Bank Plc	BBB+	35 days		
Nationwide	A	6 months	2,000	19 Mar 2018
Nordea	AA+	13 months	1,000	9 Feb 2018
Investec	Not applicable	Not applicable	2,000	N/A
<b>Total</b>			<b>21,000</b>	

#### **4. CONCLUSION**

- 4.1 The Treasury Management and Annual Investment Strategy has been updated in line with statutory requirements and good practice, having regard to the Council's financial position, links to wider strategies, plans and aims and the advice of the Council's external treasury advisor.

#### **5. IMPACT ON CORPORATE GOALS**

- 5.1 This Strategy supports the Corporate Goal of "Delivering good quality, cost effective and valued services".

#### **6. IMPLICATIONS**

- (i) **Impact on Customers** – None.
- (ii) **Impact on Equalities** – None.
- (iii) **Impact on Risk** – The Council are looking to become more Commercial which then entails greater risk, however all new investment decisions will be entered into with suitable due diligence to ensure that any risk is mitigated.
- (iv) **Impact on Resources (financial)** – Investment interest received is a financial resource available to support spending on service provision.
- (v) **Impact on Resources (human)** – None directly.
- (vi) **Impact on the Environment** – None.

Background papers: None.

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