



REPORT of DIRECTOR OF RESOURCES

**to
FINANCE AND CORPORATE SERVICES COMMITTEE
6 MARCH 2018**

TREASURY MANAGEMENT AND ANNUAL INVESTMENT STRATEGY 2018 / 19

1. PURPOSE OF THE REPORT

- 1.1 Members are asked to consider and recommend to Council the draft Treasury Management and Annual Investment Strategy for 2018 / 19.

2. RECOMMENDATION

To the Council:

That the draft Treasury Management and Annual Investment Strategy together with the embedded Prudential Indicators for 2018 / 19, as attached in **APPENDICES 1,2 and 3** be approved.

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** and Prudential Indicators are included in **APPENDIX 3**.
- 3.3 The Strategy was to be considered by the Overview and Scrutiny Committee on 15 February 2018. Confirmatory questions and assurances were sought as part of this item but no specific recommendations were made to this committee to consider as part of this item of business.
- 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.
- 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:

Financial Institution	Lowest Credit Rating	Max Investment Period	Amount £000	Maturity
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
Total			21,000	

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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