

Decision Maker: COUNCIL

Date: Monday 12 November 2012

Decision Type: Non-Urgent Non-Executive Non-Key

Title: TREASURY MANAGEMENT

Contact Officer: Graham Walton, Democratic Services Manager
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Chief Officer: Mark Bowen, Director of Resources

Ward: N/A

1. Reason for report

1.1 Under the CIPFA Code of Practice on Treasury Management the full Council is required to receive regular reports on treasury management, including an annual strategy in advance of the year, a mid-year review and an annual review following the year. This report brings together the annual review for 2011/12 and the mid-year report for 2012/13, which have both been considered by the Executive and Resources PDS Committee and the Resources Portfolio Holder, and recommends changes to the eligible investment vehicles and the prudential indicators.

2. **RECOMMENDATION(S)**

Council is asked to

(1) Note the Treasury Management Annual Report 2011/12 and approve the actual prudential indicators in the report.

(2) Note the Mid-Year report 2012/13 and approve -

(a) the inclusion of corporate bonds and the Payden Sterling Reserve Fund as eligible investment vehicles in the Council's Investment Strategy; and

(b) changes to the prudential indicators, as set out in Annex B1 to the October report.

Corporate Policy

1. Policy Status: Existing Policy:
 2. BBB Priority: Excellent Council:
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Financial

1. Cost of proposal: Not Applicable:
 2. Ongoing costs: Not Applicable:
 3. Budget head/performance centre: Interest on balances
 4. Total current budget for this head: £2.691m (net) in 2012/13; currently forecast on target
 5. Source of funding: Net Investment Income
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Staff

1. Number of staff (current and additional): 0.4fte
 2. If from existing staff resources, number of staff hours: N/A
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Legal

1. Legal Requirement: Non-Statutory - Government Guidance:
 2. Call-in: Not Applicable: Call-in does not apply to decisions by full Council.
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Customer Impact

1. Estimated number of users/beneficiaries (current and projected): N/A
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Ward Councillor Views

1. Have Ward Councillors been asked for comments? N/A
2. Summary of Ward Councillors comments: N/A

3. COMMENTARY

- 3.1 At its meeting on 18th July 2012, the Executive and Resources PDS Committee considered the Treasury Management Annual Report 2011/12. The Committee supported the Resources Portfolio Holder's proposed decision to refer the report to full Council.
- 3.2 On 18th October 2012, the Executive and Resources PDS Committee considered the Treasury Management Mid-Year Review report, 2012/13. This report included proposals to approve the inclusion of corporate bonds and the Payden Sterling Reserve Fund as eligible investment vehicles in the Council's Investment Strategy and to make changes to the prudential indicators. The Committee supported the Resources Portfolio Holder's proposed decision to refer the recommendations to full Council.
- 3.3 Copies of the 18th July and 18th October reports are appended to this report in full.

Non-Applicable Sections:	Policy/Financial/Legal/Personnel
Background Documents: (Access via Contact Officer)	See attached reports.