

Decision Maker: COUNCIL

Date: Monday 24 February 2020

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

Title: TREASURY MANAGEMENT - ANNUAL INVESTMENT STRATEGY 2020/21 AND QUARTER 3 PERFORMANCE 2019/20

Contact Officer: Graham Walton, Democratic Services Manager
Tel: 0208 461 7743 E-mail: graham.walton@bromley.gov.uk

Chief Officer: Mark Bowen, Director of Corporate Services

Ward: All

1. Reason for report

- 1.1. At its meeting on 5th February 2020 the Executive, Resources and Contracts PDS Committee scrutinised the attached report prior to decision by the Resources, Commissioning and Contract Management Portfolio Holder. The report summarises Treasury Management activity during the third quarter of 2019/20 and presents the Treasury Management Strategy and the Annual Investment Strategy for 2020/21, which are required by the CIPFA Code of Practice for Treasury Management in the Public Services to be approved by the Council. The report also includes prudential indicators and the MRP (Minimum Revenue Provision) Policy Statement, both of which require the approval of Council. For clarification, the Council is required by statute to agree and publish prudential indicators, primarily to confirm that the Council's capital expenditure plans are affordable and sustainable.
 - 1.2. The PDS Committee and the Portfolio Holder supported the recommendations - draft minutes from the PDS Committee are attached.
-

2. **RECOMMENDATIONS**

Council is requested to:

- a) note the report, and
- b) agree to adopt the Treasury Management Statement and the Annual Investment Strategy for 2020/21 (Appendix 4), including the prudential indicators (summarised on page 41 of the report) and the Minimum Revenue Provision (MRP) policy statement (page 20 of the report).

Impact on Vulnerable Adults and Children

1. Summary of Impact: Not applicable
-

Corporate Policy

1. Policy Status: Existing Policy: To maintain appropriate levels of risk, particularly security and liquidity, whilst seeking to achieve the highest rate of return on investments.
 2. BBB Priority: Excellent Council:
-

Financial

1. Cost of proposal: Not Applicable:
 2. Ongoing costs: Non-Recurring Cost:
 3. Budget head/performance centre: Interest on balances
 4. Total current budget for this head: £3,291k (net) in 2019/20, £500k surplus currently projected, draft budget for 2020/21 £3,591k
 5. Source of funding: Net Investment Income
-

Personnel

1. Number of staff (current and additional): 0.25fte
 2. If from existing staff resources, number of staff hours: 9 hours per week
-

Legal

1. Legal Requirement: Non-Statutory - Government Guidance
 2. Call-in: Not Applicable: Full Council decisions are not subject to call-in
-

Procurement

1. Summary of Procurement Implications: Not applicable
-

Customer Impact

1. Estimated number of users/beneficiaries (current and projected): Not Applicable
-

Ward Councillor Views

1. Have Ward Councillors been asked for comments? Not Applicable
2. Summary of Ward Councillors comments: Not Applicable

Non-Applicable Sections:	Legal, Personnel & Procurement Implications, Impact on Vulnerable Adults and Children
Background Documents: (Access via Contact Officer)	CIPFA Code of Practice on Treasury Management CIPFA Prudential Code for Capital Finance in Local Authorities CLG Guidance on Investments External advice from Link Asset Services