

**Report to:** Cabinet  
**Date of Meeting:** 6 February 2019  
**Public Document:** Yes  
**Exemption:** None  
**Review date for release** None



**Agenda item:** 16

**Subject:** Treasury Management including the Strategy 2019/20 – Minimum Revenue Provision Policy Statement and Annual Investment Strategy

**Purpose of reports:**

1. **Annual Treasury Management Review 2017/18 – 1 April 2017 to 31 March 2018** - This report details the overall position and performance of the Council's Treasury Management Strategy during 2017/18.
2. **Treasury Management Mid-Year Review 2018/19 – 1 April 2018 to 30 September 2018** - This report details the overall position and performance of the Council's investment portfolio for the first six months of 2018/19.
3. **Treasury Management Strategy 2019/20 – Minimum Revenue Provision Policy Statement and Annual Investment Strategy** - The Chartered Institute of Public Finance and Accountancy (CIPFA) produces a Code of Practice for treasury management for Public Services. One of the main recommendations of this code is the requirement for an annual Treasury Management Strategy to be formally adopted by the Council. There is also a requirement to set prudential indicators relating to all treasury activities that the authority will undertake in the forthcoming financial year.

**Recommendation:**

1. **Annual Treasury Management Review 2017/18 – 1 April 2017 to 31 March 2018** - Cabinet is requested to review and note the investment values and performance for the year to 31 March 2018.
2. **Treasury Management Mid-Year Review 2018/19 – 1 April 2018 to 30 September 2018** - Cabinet is requested to review and note the investment values and performance for the period to 30 September 2018.
3. **Treasury Management Strategy 2019/20 – Minimum Revenue Provision Policy Statement and Annual Investment Strategy** - Cabinet is requested to recommend that:
  - a. Council adopts this Treasury Management Strategy including the Prudential Indicators for 2019/20;
  - b. Council approves the Minimum Revenue Provision Policy Statement;
  - c. Council approves the creditworthiness criteria and updated list of counterparties.

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**Reason for recommendation:**

The Council is required:

1. to produce an annual review of its treasury management activities and performance.
2. to produce a half yearly review of its treasury management activities and performance.
3. to formally adopt a Treasury Management Strategy and set prudential indicators before the beginning of the financial year.

**Officer:**

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**Financial implications:**

Contained within the report

**Legal implications:**

As indicated in the accompanying report, the Treasury Management Strategy must be prepared in line with the statutory framework and related guidance and the finance team has confirmed that this has been done.

**Equalities impact:**

Low impact

**Risk:**

Low risk

The Council would fail to comply with CIPFA recommended “best practice” for treasury management.

**Links to background information:**

- [Treasury Management Strategy Statement 2019/20](#)
- [Mid-Year Treasury Management Review 2018/19](#)
- [Annual Treasury Management Review 2017/18](#)

**Link to Council Plan:**

Continuously improving to be an outstanding Council.