

Report to: Cabinet



Date of Meeting 2 February 2022

Document classification: Part A Public Document

Exemption applied: None

Review date for release: N/A

Treasury Management Strategy 22/23 – Minimum Revenue Provision Policy Statement and Annual Investment Strategy

Report summary:

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 adopted formally 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.

On 20 December 2021 CIPFA published the revised Treasury Management Code and Prudential Code and officers await further guidance and training on the revised codes. CIPFA has stated that formal adoption is not required until 2023/24 but to have regard to them during the financial year. Therefore it is the aim to adopt these Codes by way of updated strategies within the financial year.

Is the proposed decision in accordance with:

Budget Yes ☒ No ☐

Policy Framework Yes ☒ No ☐

Recommendation:

Cabinet is requested to recommend that:

- a. Council adopts this Treasury Management Strategy including the Prudential Indicators for 2022/23;
- b. Council approves the Minimum Revenue Provision Policy Statement;
- c. Council approves the Annual Investment Strategy, creditworthiness criteria and updated list of counterparties.

Reason for recommendation:

The Council is required to adopt formally a Treasury Management Strategy and set prudential indicators before the beginning of the new financial year.

Officer: Janet Reeves – Accountant jreeves@eastdevon.gov.uk 01404 515616 extension 2033

Portfolio(s) (check which apply):

- ☐ Climate Action and Emergency Response
- ☐ Coast, Country and Environment
- ☐ Council and Corporate Co-ordination
- ☐ Democracy, Transparency and Communications
- ☐ Economy and Assets
- ☒ Finance

- ☐ Strategic Planning
- ☐ Sustainable Homes and Communities
- ☐ Tourism, Sports, Leisure and Culture

Equalities impact Low Impact

Climate change 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 2022/23](#)

Link to [Council Plan](#)

Priorities (check which apply)

- ☐ Better homes and communities for all
- ☐ A greener East Devon
- ☒ A resilient economy

Report in full

See link to background information.

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. Otherwise there are no legal implications requiring comment.