

EXTRACT FROM DRAFT MINUTES OF EXECUTIVE – 27 NOVEMBER 2017

TREASURY MANAGEMENT AND PRUDENTIAL CODE UPDATE REPORT

Purpose of Report

To provide the Executive with an update on the Council's treasury management activity and the actual prudential indicators for the period 1 April 2017 to 30 September 2017 in accordance with the requirements of the Prudential Code.

Decision

That the Executive:

- (1) Notes the Prudential and Local Indicators and actual performance against the Treasury Management Strategy 2017/18 for the half-year ended 30 September 2017.
- (2) Supports the change to the Minimum Revenue Provision Policy and recommends this to Council for approval.

Alternative Options Considered and Rejected

None.

Reason for Decision

It was noted that the Council held £20.4 million of investments at 30 September 2017, with its investment profile outlined in Appendix A to the report.

As of 30 September 2017 the Council held £75.354 million of external borrowing, of which 100% was fixed rate loans. For the six months ended 30 September 2017, the Council achieved an average rate of 4.15% on its external borrowing, which was slightly lower than the budgeted rate set in the Medium Term Financial Strategy.

Further information relating to Prudential Indicators, particularly in respect of capital expenditure, financing of the capital programme, the capital financing requirement and external debt and limits to borrowing activity were set out in paragraphs 4.1 to 4.6 of the report.

The report also provided information on the Treasury Management Strategy 2017/18 to 2019/20 in relation to an economic update, borrowing activity, the Investment Strategy 2017/18 to 2019/20 and risk benchmarking as outlined in paragraphs 5.1 to 5.4.2 of the report.