

**North East Derbyshire District Council**

**Council**

**16 November 2020**

<b>Treasury Management Update</b>
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**Report of Councillor P Parkin, Portfolio Holder for Finance**

This report is public

**Purpose of the Report**

- To update Council on the treasury management activities for the period April to September 2020.

**1 Report Details**

- 1.1 The Council approved the 2020/21 Treasury Management Strategy at its meeting in February 2020. This monitoring report details the treasury management activity during the first half year. This is in line with best practice as outlined in the CIPFA Treasury Management Code of Practice.
- 1.2 The treasury management function covers the borrowing and investment of Council money. This includes both the management of the Council's day to day cash position and the management of its long term debt. All transactions are conducted in accordance with the Council's approved strategy and the CIPFA Code of Practice. Good treasury management plays an important role in the sound financial management of the Council's resources.
- 1.3 **Appendix 1** of this report, details the treasury management activities that have taken place between April and September 2020.
- 1.4 The Council uses external treasury advisors, Arlingclose Ltd, who provide a range of services which include:
  - Technical support on treasury matters, capital finance issues and the drafting of Member reports;
  - Economic and interest rate analysis;
  - Debt services which includes advice on the timing of borrowing;
  - Debt rescheduling advice surrounding the existing portfolio;
  - Generic investment advice on interest rates, timing and investment instruments;
  - A number of places at training events offered on a regular basis.
  - Credit ratings/market information service comprising the three main credit rating agencies.

## **2 Conclusions and Reasons for Recommendation**

- 2.1 The report details the treasury management activities for the period April to September 2020 in line with the CIPFA Treasury Management Code of Practice.

## **3 Consultation and Equality Impact**

- 3.1 There are no consultation and equality impact implications from this report.

## **4 Alternative Options and Reasons for Rejection**

- 4.1 It is considered good practice by the CIPFA Treasury Management Code of Practice that Council receive a half year monitoring report therefore there are no alternative options to consider.

## **5 Implications**

### **5.1 Finance and Risk Implications**

- 5.1.1 These are considered throughout the report.

### **5.2 Legal Implications including Data Protection**

- 5.2.1 Having a Treasury Management Strategy in place complies with the requirements of the Local Government Act 2003 and updated advice and guidance from the Government and CIPFA.

### **5.3 Human Resources Implications**

- 5.3.1 These are covered throughout the report.

## **6 Recommendations**

- 6.1 That Council note the treasury management activities undertaken during the period April to September 2020 as outlined in Appendix 1.

## 7 Decision Information

<b>Is the decision a Key Decision?</b> A Key Decision is an executive decision which has a significant impact on two or more District wards or which results in income or expenditure to the Council above the following thresholds: BDC: <i>Revenue - £75,000</i> <input type="checkbox"/> <i>Capital - £150,000</i> <input type="checkbox"/> NEDDC: <i>Revenue - £100,000</i> <input type="checkbox"/> <i>Capital - £250,000</i> <input type="checkbox"/> <input checked="" type="checkbox"/> <i>Please indicate which threshold applies</i>	No
<b>Is the decision subject to Call-In?</b> (Only Key Decisions are subject to Call-In)	No
<b>Has the relevant Portfolio Holder been informed</b>	Yes
<b>District Wards Affected</b>	None directly
<b>Links to Corporate Plan priorities or Policy Framework</b>	Providing Excellent customer focussed services

## 8 Document Information

Appendix No	Title
1	Treasury Management Activity April – September 2020/21
<b>Background Papers</b> (These are unpublished works which have been relied on to a material extent when preparing the report. They must be listed in the section below. If the report is going to Cabinet (NEDDC) or Executive (BDC) you must provide copies of the background papers)	
Report Author	Contact Number
Jayne Dethick – Head of Finance and Resources	(01246) 217078