

## **Audit and Governance Committee**

Meeting to be held on 30<sup>th</sup> September 2013

Electoral Division affected: None
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### **Update on Treasury Management Activity**

Appendix A refers

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#### **Executive Summary**

The report set out in Appendix A is a review of the County Council's treasury management activities during the current financial year to the end of August. Treasury management activities are regulated by the CIPFA Code of Practice and it is best practice to review treasury management activities on a regular basis.

This review includes:

- A review of the economic conditions during 2013/14
- An assessment of the appropriateness of treasury strategy within the current and predicted economic environment
- Borrowing activity
- Investment activity
- Actual results measured against 2013/14 prudential indicators and Treasury Management Indicators.

#### **Recommendation**

The Committee is recommended to note the review of treasury management activities for 2013/14 to date and in particular, the proposed review of the Council's Treasury Management indicators in the light of the revised global financial context.

#### **Background and Advice**

As part of the County Council's governance arrangements for its treasury management activities, the Audit Committee is charged with oversight of the County Council's treasury management activities. To enable the Committee to fulfil this role, the Committee receives regular reports on treasury management issues and activities. Reports on treasury activity are discussed on a monthly basis with the

County Treasurer and the content of these reports is used as a basis for this report to the Committee.

This half yearly report outlines a review of the borrowing and lending activity during 2013/14 to date and sets this activity against the current economic background including risk management strategies to protect the capital value of the County Council's reserves and balances.

### **Consultations**

Arlingclose provides advice on treasury management.

This item has the following implications, as indicated:

### **Risk management**

The County Council's treasury strategy and review set out a policy in respect of borrowing and lending activity and how risks associated with these activities are managed and monitored.

### **Local Government (Access to Information) Act 1985 List of Background Papers**

Paper	Date	Contact/Directorate/Tel
Treasury Management Policy and Strategy 2013/14	Feb 2013	Andy Ormerod Ext 34740
CIPFA TM Code of Practice	2011	Andy Ormerod Ext 34740