

Audit and Governance Committee
Meeting to be held on 26 January 2015

Electoral Division affected: None

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 in 2014/15. 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 2014/15
- An assessment of the appropriateness of treasury strategy within the current and predicted economic environment
- Borrowing activity
- Investment activity
- Actual results measured against 2014/15 Prudential indicators and Treasury Management Indicators.
- An update on the Council's investment in Landsbanki Is..

Recommendation

The Committee is recommended to note the review of treasury management activities in 2014/15 for the period 1 September to 30 November 2014.

Background and Advice

As part of the County Council's governance arrangements for its treasury management activities, the Audit and Governance Committee is charged with the 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 report outlines a review of the borrowing and lending activity during the period 1 September to 30 November 2014 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.

Implications:

Not applicable.

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.

List of Background Papers

Paper	Date	Contact/Directorate/Tel
Treasury Management Policy and Strategy 2014/15	Feb 2014	Andy Ormerod Ext 34740
CIPFA TM Code of Practice	2011	Andy Ormerod Ext 34740