

Audit and Governance Committee

Meeting to be held on 30 June 2015

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| Electoral Division affected: None |
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Update on Treasury Management Activity

(Appendix 'A' refers)

Contact for further information:

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Executive Summary

The report set out at Appendix ' ' is a review of the County Council's treasury management activities in 2014/15. Management activities are regulated by the Chartered Institute of Public Finance and Accountancy (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
- Borrowing activity
- Investment activity
- Actual results measured against 2014/15 Prudential Indicators and Treasury Management Indicators.

Recommendation

The Committee is asked to note the review of treasury management activities for 2014/15.

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 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 Interim Director of Financial Resources 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 2014/15 and sets this activity against the 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. Risks associated with these activities in 2014/15 are referred to in the report.

Local Government (Access to Information) Act 1985

List of Background Papers

| Paper | Date | Contact/Tel |
|---|----------|---------------------------|
| Treasury Management Policy and Strategy 2014/15 | Feb 2014 | Andy Ormerod 01772 534740 |
| CIPFA TM Code of Practice | 2011 | Andy Ormerod 01772 534740 |