

Audit and Governance Committee

Meeting to be held on 28 September 2015

Electoral Division affected: None

Update on Treasury Management Activity

(Appendix 'A' refers)

Contact for further information:

Damon Lawrenson, Interim Director of Financial Resources

01772 534715

Damon.lawrenson@lancashire.gov.uk

Mike Jensen, lead officer

01772 538871

Mike.Jensen@lancashire.gov.uk

Executive Summary

The report set out in Appendix 'A' is a review of the County Council's treasury management activities in 2015/16. 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 2015/16,
- Borrowing activity,
- Investment activity,
- Actual results measured against 2015/16 Prudential indicators and Treasury Management Indicators.

Recommendation

The Committee is recommended to note the review of treasury management activities in 2015/16 for the period 1 April to 31 July 2015.

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 the period 1st April to 31st July 2015 and sets this activity against the current economic background including risk management strategies to protect the capital value of the County Council's investments.

Consultations

Arlingclose Ltd provides advice on treasury management.

Implications

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 2015/16	Feb 2015	Andy Ormerod Ext 34740
CIPFA TM Code of Practice	2011	Andy Ormerod Ext 34740