

NORTH DEVON COUNCIL

POLICY DEVELOPMENT COMMITTEE: 13TH FEBRUARY 2020

MINUTE EXTRACT OF COUNCIL HELD ON 15TH JANUARY 2020 IN RESPECT OF ITEM 10 ON THE POLICY DEVELOPMENT COMMITTEE AGENDA

99 TREASURY MANAGEMENT STRATEGY STATEMENT 2020/21

The Committee considered a report by the Chief Financial Officer (circulated previously) regarding the Treasury Management Strategy Statement 2020-21.

The Head of Resources highlighted the following:

- The Council was required to receive and approve three reports each year which included: Prudential and treasury indicators and treasury strategy (first report), Mid Year Treasury Management report (second report) and an Annual Treasury report (third report).
- The Council's investment priorities were security of funds first, portfolio liquidity second and then yield, (return).
- The Capital Prudential Indicators 2020-21 to 2022-23 as detailed in paragraph 5.1.
- The Council's Capital Financing Requirement projections as detailed in paragraph 5.2.
- Core funds and expected investment balances as detailed in paragraph 5.3.
- Minimum revenue provision (MRP) policy statement as detailed in paragraph 5.5. The MRP was based on the estimated life of the assets in accordance with the regulations.
- Current portfolio position and borrowing levels would increase as detailed in paragraph 6.1. No difficulties were envisaged in the repayment of borrowing.
- Treasury indicators limits to borrowing activity and the operational boundary as detailed in paragraph 6.2.
- The majority of investment returns were short-term.
- Appendix B would be superseded by the Commercialisation Strategy when this comes forward.
- Economic background as detailed in Appendix C.

RECOMMENDED that the Treasury Management Strategy Statement, Minimum Revenue Provision Policy Statement and Annual Investment Statement 2020/2021, including the Treasury Management and Prudential Indicators for 2020/21 to 2022/23, be approved.