

Meeting:	Council
Meeting date:	14 July 2017
Title of report:	Treasury management outturn 2016/17
Report by:	Leader of the council

Classification

Open

Key decision

This is not an executive decision.

Wards affected

County-wide

Purpose

To approve the treasury management outturn for 2016/17.

Recommendation

THAT:

(a) the treasury management outturn (at appendix 1) for 2016/17 be approved.

Alternative options

- 1 There are no alternative options as the report provides factual outturn information, and approval of the outturn is reserved to Council.

Reasons for recommendations

- 2 To approve the treasury management outturn for 2016/17. Cabinet considered the outturn on 22 June and recommended it to Council for approval.

Key considerations

- 3 The treasury management budget for 2016/17 underspent overall by £0.4m due to the lower cost of debt due to prolonged lower interest rates.

- 4 The external borrowing as at 31 March 2017 totalled £176.5m, a decrease of £20.0m due to repayments exceeding the need to borrow to fund capital programme spend in 2016/17.
- 5 Appendix 1 provides the outturn report and includes a detailed analysis in line with the CIPFA code of practice on treasury management.
- 6 The council has complied with its prudential indicators for 2016/17 approved by Council on 3 February 2016 as part of the treasury management strategy statement, these are provided in annex 1 to appendix 1.

Community impact

- 7 The recommendations do not have a direct community impact however the effective management of resources enables the council to direct those resources to support corporate plan priorities.

Equality duty

- 8 The recommendations do not have any equality implications.

Financial implications

- 9 None arising from the recommendations as the outturn report is a factual summary of performance in 2016/17. Treasury management includes debt repayment and interest charges. Using debt to finance capital investment is subject to separate approval by Council and is generally recommended when the cost of borrowing can be funded from the revenue savings generated by the capital investment.

Legal implications

- 10 The council complies with all relevant treasury management activity guidance and statute as detailed in the Prudential Code.

Risk management

- 11 The council is required to approve the treasury management outturn position under financial reporting requirements with monitoring reported to cabinet throughout the year.

Consultees

- 12 None

Appendices

Appendix 1 - Treasury Management Outturn 2016/17

Background Papers

- None identified.