

Chichester District Council

CORPORATE GOVERNANCE AND AUDIT COMMITTEE

30 June 2016

2016-17 Treasury Management Strategy - update

1. Contacts

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2. Recommendation

- 2.1. That the Committee considers the proposed amendments to the Council's 2016-17 Treasury Management Strategy and requests Cabinet to recommend to full Council that the strategy be approved.**

3. Background

- 3.1. The Council approved its Annual Investment Strategy on 26 January 2016. This Strategy provided for a diversification of Council investments into more secure and/ or higher yielding asset classes during 2016-17, including the Local Authority property fund, covered and corporate bonds.
- 3.2. The Council has also recently changed its banker to National Westminster Bank Plc. Day to day operational cash balances are held in a deposit account with the Council's banker where it is uneconomic to invest them elsewhere for very short periods.

4. Outcomes to be achieved

- 4.1. Investment limits specified in the Council's Treasury Management Strategy now need revising to fully implement the Council's approved investment strategy and to reflect the recent change in its banker.

5. Proposal

- 5.1. Appendix 1 sets out the proposed amendments to the Council's Treasury Management Strategy and provides a rationale for each amendment.
- 5.2. Appendix 2 contains an updated Treasury Management Strategy that incorporates the proposed changes.

6. Alternatives that have been considered

- 6.1. Not applicable

7. Resource and legal implications

7.1. Any amendment to the Council's Treasury Management Strategy requires the approval of Full Council.

8. Consultation

8.1. The changes are based on officers' professional judgement supported by advice from the Council's treasury management advisors.

9. Community impact and corporate risks

Not applicable

10. Other Implications

Are there any implications for the following?		
	Yes	No
Crime & Disorder:		X
Climate Change:		X
Human Rights and Equality Impact:		X
Safeguarding:		
Other (Please specify):		X

11. Appendices

11.1. Appendix 1 - Proposed amendments to 2016-17 Treasury Management Strategy

11.2. Appendix 2 - Updated Treasury Management Strategy with tracked changes