

Appendix 1: Key amendments made to 2017-18 strategy

Ref	Item	Amendment	Reason
Page 1	“Generation of investment income...”	Added a sentence relating to the Local Authority Property Fund (LAPF).	To reflect updated budget principles. Income from the Council’s investment in the LAPF is now within the Council’s resource projections.
Page 2	“in accordance with CLG guidance..”	Added new paragraph starting “In accordance with CLG guidance..”	On advice of Arlingclose Ltd
Page 2	Risk appetite statement	Removed sentence “The investment returns are generally used to fund one-off expenditure or capital investment”	To reflect updated budget principles. Income from the Council’s investment in the LAPF is now within the Council’s resource projections.
Page 3	Economic background	Moved Economic background section to Appendix 1	General presentation.
Page 7	Table 5	Added “(excludes pooled funds)” to Credit Rating (None) row	To accommodate the Council’s investment in unrated pooled funds, including the Local Authority Property Fund.
Page 8	Table 5	Provided more specific limits for pooled funds, increased overall limit on MMF investments to £20m.	To update for investments in pooled funds and to implement advice given by Arlingclose Ltd.
Page 9	Corporates	Added paragraph starting “for corporate bonds...”	Amended following advice from Arlingclose Ltd on the definition of principal for a Corporate Bond.
Page 10	Pooled funds	Added paragraph starting “Where investments in pooled funds...”	To clarify that investment limits can accommodate subsequent increases in asset values without breaching

			the Treasury Strategy limits.
Page 11	Specified Investments	Added sentence "For clarity, under this Strategy, no sovereign rating criteria for investments made with institutions domiciled in the UK is required"	Advice from Arlingclose Ltd
Page 12	Table 6	Increased limits to account for investments in the Local Authority Property Fund and planned investments in pooled funds during 2017-18.	To allow the implementation of strategy objectives. The total non-specified and Medium/ long term investments does not sum to the total of £50m as investments in the LAPF £10m and up to £10m in other pooled funds are counted in both categories.
Page 12	Table 7	Clarified specific limits on Property Fund investments (£10m) and also that MMF and LAPF investments are excluded from pooled fund limits as they have separate limits. Added Note (1) to clarify	To ensure clarify over the limits available for pooled funds: <ul style="list-style-type: none"> - MMF total £20m - LAPF/ Property £10m - Any other pooled fund £5m/ £10m total
Pages 13-14	Performance indicators	Updated to latest style of benchmark reporting used from Quarter 2 2016-17	Update to match current practices
Page 13	7.2 Liquidity	Removed requirement to maintain £10m within a three month rolling period.	Explanation included in section 7.2
Page 15	Table 10	Increased in line with general increase in funds subject to Treasury Management	To allow the implementation of strategy objectives.
Page	Table 11	Increased amounts allowed at longer durations	To accommodate the Council's investment in Pooled funds ;eg, £10M LAPF, up to £10m in other pooled

15			funds
Page 17	8.4	Added paragraph	Advice from Arlingclose Ltd
Page 18	10	Added paragraph starting "The Cabinet member for Finance and Governance.."	To reflect current practice