

Chichester District Council

CABINET

12 July 2016

Treasury Management Strategy 2016-17 - update

1. Contacts

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2. Recommendation

- 2.1. That the Council be recommended to approve the revised Treasury Management Strategy 2016-17.**

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 a very short period.

4. Outcomes to be achieved

- 4.1. Investment limits specified in the Council's Treasury Management Strategy enable the efficient management of the Council's investments

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.
- 8.2. The report has been duly considered and approved by the Council's **Corporate Governance and Audit Committee** which met on 30 June 2016. The Cabinet is requested to endorse the revised Treasury Management Strategy 2016-17 and submit it to full Council for ultimate approval.

9. Community impact and corporate risks

Not applicable

10. Other Implications

Crime & Disorder	None
Climate Change	None
Human Rights and Equality Impact	None
Safeguarding	None

11. Appendices

- 11.1. Proposed amendments to 2016-17 Treasury Management Strategy
- 11.2. Updated Treasury Management Strategy with highlighted changes (printed in black and white; available in colour on the Council's website).