



To: Business Co-ordination Board

From: OPCC Chief Finance Officer

Date: 28 October 2020

TREASURY MANAGEMENT MID YEAR REVIEW 2020/21

1. Purpose

1.1. This report updates the Business Co-ordination Board (the “Board”) on the Treasury Management Mid-Year Review for 2020/21.

2. Recommendation

2.1 The Board is invited to note the report and the Treasury Management Mid-Year Review for 2020/21.

3. Background

3.1 The Office of the Police and Crime Commissioner is required to have a Treasury Management Strategy in place, which is reviewed annually. Chartered Institute of Public Finance and Accountancy (CIPFA) defines treasury management as *“The management of the local authority’s borrowing, investments and cash flows, its banking, money market and capital market transactions; the effective control of the risks associated with those activities; and the pursuit of optimum performance consistent with those risks.”*

3.2 The 2020/21 Treasury Management Mid-Year Review is at Appendix 1 to this report.

4. Treasury Management Mid-Year Review 2020/21

4.1 The review provides detail of the activity compared to what was agreed in the strategy.

4.2 There are no policy changes to the Treasury Management Strategy Statement for 20/21, the Prudential Indicator authorised limit is currently £21.5m with the current level of borrowings, including leases, being £17.3m, leaving the under-borrowed amount to be £4.3m.

4.3 £23.7m of investment were held at 30th September 2020 and budgeted investment return £114k for 20/21. To date performance is £25k below budget due to the economic climate.

4.4 The full year projection will include a number of fixed term deposits maturing with an anticipated outturn of £50k, a shortfall against a budget of £64k.

5. Recommendation

5.1 The Board is invited to note the report and the Treasury Management Mid-Year Review for 2020/21.

BIBLIOGRAPHY

Source Document	Treasury Management Strategy Statement 2020/21
Contact Officer	Matthew Warren, Chief Finance Officer, Office of Police and Crime Commissioner