

ESSENTIAL REFERENCE PAPER 'A'

Contribution to the Council's Corporate Priorities/Objectives:	<b>Prosperity</b> Improving the economic and social opportunities available to our communities.
Consultation:	The Strategy Statement has been drawn up with reference to information from our Treasury Advisers.
Legal:	There are no legal implications in the report.
Financial:	As set within the report.
Human Resource:	There are no Human Resources implications in the report.
Risk Management:	A prudent (over the planned period) assumption of 1.56% has been used on the sensitive interest receivable rate based on the information and advice available. A variation of 0.25% (either way) would result in a budget variance of some £152,500. If cash flows vary by £1m then the result is a movement of £15,600 per annum. If the Government continues to supply cheap funding to the British Banks this could curtail the more attractive rates that have been offered to date.