

EAST HERTS COUNCIL

PERFORMANCE, AUDIT AND GOVERNANCE OVERSIGHT COMMITTEE –
29 OCTOBER 2019

REPORT BY EXECUTIVE MEMBER FOR FINANCIAL SUSTAINABILITY

TREASURY MANAGEMENT MID-YEAR REVIEW 2019-20

WARD(S) AFFECTED: NONE

Purpose/Summary of Report

- The report reviews the Council's treasury management activities for the first 6 months of 2019/20 financial year, including the prudential indicators.

RECOMMENDATION FOR PERFORMANCE, AUDIT AND GOVERNANCE OVERSIGHT COMMITTEE: That

(A)	The report be noted; and
(B)	The Executive be advised that the treasury management activity and recommended changes to the prudential indicators for the first 6 months of the 2019/20 financial year, be approved.

1.0 Background

1.1 Treasury management is defined as: 'The management of the Council's investments and cash flows, its banking arrangements, money market and capital transactions; the effective control of the risks associated with these activities; and the pursuit of optimum returns consistent with the Council's risk management policy for treasury management.'

1.2 This activity is supported by the council's appointed independent advisors – Link Asset Services.

1.3 This report has been written in accordance with the requirements of the Chartered Institute of Public Finance and Accountancy's (CIPFA) Code of Practice on Treasury Management (revised 2017).

1.4 The Council is required by the CIPFA Prudential Code to approve an annual review following the end of the year describing the activity compared to the strategy.

2.0 Report

2.1 Please refer to the Treasury Management Mid-Year Review, **Essential Reference Paper 'B'**: Treasury Management Mid-Year Review 2019-20.

3.0 Implications/Consultations

3.1 Information on any corporate issues and consultation associated with this report can be found within **Essential Reference Paper 'A'**.

Background Papers

CIPFA Code of Practice on Treasury Management (2017)

CIPFA Prudential Code for Capital Finance in Local Authorities (2017)

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