

COMMITTEE: COUNCIL REF NO: C/20/03
DATE: 29 JULY 2020
SUBJECT: TREASURY MANAGEMENT
PERFORMANCE 2019/20
PORTFOLIO HOLDER: COUNCILLOR MARTIN COOK
HEAD OF SERVICE: JOHN CHANCE

Short description of report content and the decision requested:

The Treasury Management Code of Practice requires an annual report on Treasury Management activities to go to Council. This report complements the information supplied in the quarterly budget monitoring reports.

Recommendation:

That the Treasury Management operations for the period 1 April 2019 to 31 March 2020 be noted.

Ward(s) affected:

All

List of Appendices included in this report:

Appendix A – External Loans Outstanding as at 31 March 2020

Appendix B – Fixed Term Investments Outstanding as at 31 March 2020

Appendix C – Instant Access, Notice Accounts and Money Market Funds

Appendix D - Prudential Indicator Variances 2019/20

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This report was prepared after consultation with:

Internal consultees

Helen Pluck, Chief Operating Officer

John Chance, Head of Finance and Revenues

Tom Minnican, Operations Manager – Finance and Procurement

External consultees

Link Asset Services

The following policies form a context to this report:

(all relevant policies must also be referred to in the body of the report)

Finance Strategy

Building a Better Ipswich 2017

Standing Orders

Treasury Management Strategy

LIST OF BACKGROUND PAPERS AS REQUIRED BY LAW

(papers relied on to write the report but which are not published and do not contain exempt information)

- 1. C/18/20 – Medium Term Financial Plan 2019/20**
- 2. C/19/14 – Treasury Management Performance – Mid-Year 2019/20**

OTHER HELPFUL PAPERS

(papers which the report author considers might be helpful – this might include published material)

- 1. CIPFA - Treasury Management in the Public Services: Code of Practice and Cross-Sectoral Guidance Notes (2017 Edition)**

1. Introduction

- 1.1 The CIPFA Treasury Management Code requires the setting out of responsibilities and duties of the members and officers, allowing a framework for reporting and decision making on all aspects of Treasury Management.
- 1.2 This information is held in a Treasury Management Systems Document, which is a requirement of the above Code of Practice, which is held in Financial Services and is an up to date record of the Treasury Management Systems and Operations.
- 1.3 The Section 151 Officer reports to Executive as part of the quarterly budgetary control report on Treasury Management activities.
- 1.4 Council approved the Treasury Management Policy Statement, Borrowing Limits and Annual Investment Strategy 2019/20 as part of the Medium-Term Financial Plan on 27 February 2019 (C/18/20).
- 1.5 The approved activities of the Treasury Management operation are as follows:
- 1.5.1 Borrowing funds and interest rate exposure management
 - 1.5.2 Debt repayment and rescheduling
 - 1.5.3 Investing surplus funds
 - 1.5.4 Use of external managers for temporary investment of funds
- 1.6 This report outlines what happened in relation to each of these four elements of the approved strategy for the period 1 April 2019 to 31 March 2020. The position in respect of borrowing and investments is summarised in the table below:

	Position at 31/3/19	Position at 31/3/20	Change
	£	£	£
Borrowing			
PWLB Maturity	93,050,527	91,650,527	-1,400,000
PWLB Annuity	67,009,414	63,887,198	-3,122,216
PWLB EIP	29,518,096	28,043,538	-1,474,558
Market Loans	12,600,000	11,600,000	-1,000,000
Total Borrowing	202,178,037	195,181,263	-6,996,774
Investments			
Fixed Term Investments	27,000,000	24,000,000	-3,000,000
Instant Access Accounts	5,000,000	100,000	-4,900,000
Notice Accounts	6,000,000	12,000,000	+6,000,000
Money Market Funds	3,250,000	5,030,000	+1,780,000
Inter Group Loans	88,255,288	92,085,876	+3,830,588
Total Investments	129,505,288	133,215,876	+3,710,588

2. Background

- 2.1 Executive on 13 March 2012 agreed that the Council would have two borrowing pools, one for General Fund (GF) and one for the Housing Revenue Account (HRA) and that all the Council's current debt as at 31 March 2012 would be allocated to the HRA. All future borrowing will be ringfenced to the GF or HRA as appropriate.
- 2.2 Over the last few years the Council has had a very risk averse strategy. With the rates on these accounts falling and more confidence in the market, the Council has undertaken a number of fixed term investments. These fixed term investments have been spread out, to further minimise risk and so they do not all mature at once. All fixed term investments are approved by the Section 151 Officer in consultation with the Finance Portfolio holder before they are undertaken.
- 2.3 As part of the Big Ticket programme approved within the 2019/20 the Council budgeted to increase income from Treasury Management activities by £50,000 and this was achieved in full.
- 2.4 Council sets the investment limits for individual institutions as part of the Medium-Term Financial Plan for the year. The Section 151 Officer sets operational limits within these parameters.
- 2.5 Following on from the government's decision to apply a flat 1% increase to PWLB rates in October 2019, the government are carrying out a consultation exercise of the future of PWLB interest rates. The consultation closes on 31 July 2020 and is expected to result in changes to the operation of the PWLB.

3. Relevant Policies

- 3.1 The Treasury Management Policy Statement, Borrowing Limits and Annual Investment Strategy was approved for 2019/20 on 20 February 2019 within the Financial Strategies and Medium Term Financial Plan (C/19/19).
- 3.2 This set the parameters the Council can work within for certain items, such as the authorised limit for borrowing and the counterparties the Council can invest with and the maximum amount that can be invested with one counterparty.

4. Consultations

- 4.1 Treasury Management performance is routinely reviewed by the finance team in consultation with the Section 151 Officer, the Finance Portfolio Holder and Treasury Management activities are reported to Executive on a Quarterly basis within the Budget Monitoring reports.

- 4.2 The Treasury Management team consult with the Section 151 Officer and Finance Portfolio Holder before any fixed term investment is made.
- 4.3 The Treasury Management Strategy is developed through internal consultation and involvement of officers and Councillors.

5. Risk Management

- 5.1 The security and return of investments are the biggest priority due to the current economic circumstances. As a general rule the more security an investment has, the lower the interest rate is. All investments in 2019/20 have been returned when they have been due.

Risk Description	Consequence of risk	Risk Controls	Probability of risk occurring taking account of controls (scale 1-6) 1 – almost impossible 6 – very high	Impact of risk, if it occurred taking account of actions (scale 1 – negligible; 4 – catastrophic)	Actions to mitigate risk
Ability to fund/finance Capital Programme	Capital programme not delivered	Capital receipts forecast. Prudential borrowing code of practice adopted. All known future changes included in budget	4	2	Funding forecast
Further increases in rate announced by HM Treasury with minimal notice	Increased cost of delivering capital programme. Reduced margin on financing companies which will reduce the contribution made to the General Fund revenue budget.	Continued monitoring, prudent budgeting, Treasury Management Strategy and Capital Strategy as set out in this document.	2	3	Alternative sources of finance, e.g. Municipal Bonds Agency. Regular review of capital programme.

Risk Description	Consequence of risk	Risk Controls	Probability of risk occurring taking account of controls (scale 1-6) 1 – almost impossible 6 – very high	Impact of risk, if it occurred taking account of actions (scale 1 – negligible; 4 – catastrophic)	Actions to mitigate risk
Ability to deliver house building programme	Lack of available social housing	Capital receipts forecast. Prudential borrowing code of practice adopted. All known future changes included in budget	3	3	Funding forecast. Updated business plan. Use of capital financing requirement.
Poor Corporate Governance/ financial control	Lack of control	Audit review, Standing Orders	1	1	Regular reporting & monitoring
Failure of "Approved Organisation for Investment"	Potential loss of investment	Reviewed Treasury Management Strategy	3	2	Daily monitoring of investment counterparties
Long term unsustainable/ imprudent financial planning	Intervention by Secretary of State	Medium term financial planning, Prudential Indicator framework	1	1	Regular monitoring

6. Environmental Impact Assessment

- 6.1 The EU Directive on Environmental Impact Assessment (EIA), as amended, requires that a formal assessment – including public consultation – is undertaken for specified types of projects before they can go ahead. Direct and indirect environmental impacts should be identified and quantified.
- 6.2 The Treasury Management activities of Ipswich Borough Council have no direct environmental impacts. Specific actions arising from the implementation of the Treasury Management Strategy will be the subject of future committee reports and any potential environmental impacts will be considered within them.

7. Equalities and Diversity Implications

- 7.1 Under the general equality duty as set out in the Equality Act 2010, public authorities are required to have due regard to the need to eliminate unlawful discrimination, harassment and victimisation as well as advancing equality of opportunity and fostering good relations between people who share a protected characteristic and those who do not.
- 7.2 The protected grounds covered by the equality duty are: age, disability, sex, gender reassignment, pregnancy and maternity, race, religion or belief, and sexual orientation. The equality duty also covers marriage and civil partnership, but only in respect of eliminating unlawful discrimination.
- 7.3 The law requires that this duty to have due regard be demonstrated in decision making processes. Assessing the potential impact on equality of proposed changes to policies, procedures and practices is one of the key ways in which public authorities can demonstrate that they have had due regard to the aims of the equality duty.
- 7.4 To assist with the financial decision making process, the Equality and Human Rights commission has issued guidance for public sector decision makers:
<http://www.equalityhumanrights.com/financialdecisions>
- 7.5 In practice, it means that local authority decision makers must assess decisions which result from a desire to make savings. If a potential impact is identified, those further decisions will require proportionate analysis, consultation with those likely to be affected and careful consideration of the impact and any appropriate mitigation measures before those decisions can be taken

8. Legal Considerations

- 8.1 Section 3(1) of the Local Government Act 2003 requires local authorities to determine an annual Authorised Borrowing Limit before the beginning of each financial year.
- 8.2 Section 15(1)(a) of the Local Government Act 2003, requires an Annual Investment Strategy.

9. Performance Monitoring

- 9.1 During 2019/20 the Council repaid £6.997m of existing debt (a reduction of 3.5% of the debt held at 31 March 2019). The Council did not undertake any additional long-term external borrowing during the year. An analysis of the Council debt movements between 1 April 2019 and 31 March 2020 is shown at Appendix A.

- 9.2 Within the 2019/20 Medium Term Financial Plan a target of £50,000 of increased income from Treasury Management activities was budgeted for. This was delivered in full, contributing to the Council's strong financial performance.
- 9.3 An increased target for Treasury Management income has been set in the 2020/21 budget and the Finance team are working hard to identify opportunities for diversified investments and further increased returns.
- 9.4 The MPC meet every month and at its 10 March meeting the base rate was reduced from 0.75% to 0.25% as a consequence of the Covid-19 outbreak. On 19 March the base rate was reduced further to 0.10%.
- 9.5 All the Council's borrowing is at fixed interest rates, so there was no change in costs arising from the change in the base rate. The Council will receive lower investment income, as the returns on Money Market Funds (MMF's) and one instant access account that is linked to the base rate will decrease. However, this will be offset by lower borrowing rates.
- 9.6 Overall the General Fund made savings on the capital financing budget of £690k during 2019/20. This was mainly due to the investment return on the investments made in the Council's arms-length companies and slippage on the Capital Programme.
- 9.7 Overall the Housing Revenue Account made savings on the capital financing budget of £37k during 2019/20. This was mainly due to the Council using internal balances rather than borrowing and having higher balances than expected.
- 9.8 As at 31 March 2020, the Council had £24m of fixed term investments. An analysis of the Council's fixed term investments as at 31 March 2020 is shown at Appendix B.
- 9.9 For working capital, the Council uses Instant Access accounts and MMF's. As at 31 March 2020, the Council had £5.130m of investments spread over these types of Investments. The Council only started using MMF's during 2015/16, and the interest rates obtained are slightly higher than on the Council's Instant access accounts. The other advantage of using MMF's is that it gives the Council more scope to place investments with other counterparties on the Council's approved investment list. The Council has also been using notice accounts and as at 31 March 2020, the Council had £12m in this type of account. An analysis of the Council's Instant access accounts, MMF investments and notice accounts is shown at Appendix C.
- 9.10 Temporary lending to arms-length companies is being made from a combination of balances and external borrowing. As at 31 March 2020 the Council had outstanding investments to the Council's arms-length companies of £92.086m.

- 9.11 The Prudential Indicators are shown at Appendix D. The main reason for them all to show lower figures than estimated is due to slippage on the Capital Programme.
- 9.12 Councillors and Senior Officers continue to review the Council's Investment Strategy to see if further value can be gained.

10. Conclusions

- 10.1 That the economic conditions are increasingly volatile, and security of the Council's assets should continue to be the Council's prime objective.
- 10.2 That the Big-Ticket target for Treasury Management income was met in full in 2019/20, contributing to the Council's strong financial performance.
- 10.3 That strong Treasury Management performance has facilitated a reduction in debt held by the Council, providing a strong foundation upon which the Council will manage the current difficult economic conditions.

11. Recommendations

- 11.1 That the Treasury Management operations for the period 1 April 2019 to 31 March 2020 be noted.**

EXTERNAL LOANS OUTSTANDING AS AT 31/3/2020

Loan No.	Interest Rate	Date Loan Taken Out	Date Loan Matures	Principal Outstanding as at 31/3/19	Loans Raised During Period	Loans Repaid During Period	Principal Outstanding as at 31/3/20
PWLB Maturity							
479528	7.375%	28/05/1997	28/05/2057	3,000,000	0	0	3,000,000
488921	4.950%	05/08/2004	30/09/2029	2,000,000	0	0	2,000,000
489703	4.700%	25/02/2005	31/03/2030	3,000,000	0	0	3,000,000
491461	4.350%	27/04/2006	31/03/2053	3,000,000	0	0	3,000,000
491462	4.350%	27/04/2006	31/03/2055	3,230,527	0	0	3,230,527
500168	3.500%	28/03/2012	01/04/2058	1,660,000	0	0	1,660,000
500158	3.500%	28/03/2012	01/08/2058	1,660,000	0	0	1,660,000
500163	3.500%	28/03/2012	01/12/2058	1,660,000	0	0	1,660,000
500149	3.500%	28/03/2012	01/05/2059	1,660,000	0	0	1,660,000
500167	3.500%	28/03/2012	01/09/2059	1,660,000	0	0	1,660,000
500148	3.490%	28/03/2012	01/01/2060	1,660,000	0	0	1,660,000
500151	3.490%	28/03/2012	01/06/2060	1,660,000	0	0	1,660,000
500159	3.490%	28/03/2012	01/10/2060	1,660,000	0	0	1,660,000
500146	3.490%	28/03/2012	01/02/2061	1,660,000	0	0	1,660,000
500133	3.480%	28/03/2012	01/07/2061	1,660,000	0	0	1,660,000
500152	3.480%	28/03/2012	01/11/2061	1,660,000	0	0	1,660,000
500128	3.480%	28/03/2012	01/03/2062	1,660,000	0	0	1,660,000
503548	2.070%	15/12/2014	15/12/2019	1,400,000	0	1,400,000	0
503549	2.230%	15/12/2014	15/12/2020	2,000,000	0	0	2,000,000
503550	2.490%	15/12/2014	15/12/2022	2,000,000	0	0	2,000,000
503551	2.590%	15/12/2014	15/12/2023	2,000,000	0	0	2,000,000
503552	2.690%	15/12/2014	15/12/2024	2,000,000	0	0	2,000,000
503553	2.770%	15/12/2014	15/12/2025	1,000,000	0	0	1,000,000
506561	2.670%	08/11/2017	08/11/2037	26,500,000	0	0	26,500,000
508042	2.270%	15/11/2018	15/11/2028	22,000,000	0	0	22,000,000
				93,050,527	0	1,400,000	91,650,527

EXTERNAL LOANS OUTSTANDING AS AT 31/3/2020

Loan No.	Interest Rate	Date Loan Taken Out	Date Loan Matures	Principal Outstanding as at 31/3/19	Loans Raised During Period	Loans Repaid During Period	Principal Outstanding as at 31/3/20
PWLB Annuity							
140313	3.000%	19/11/1948	31/12/2027	272	0	27	245
500157	2.520%	28/03/2012	01/04/2031	1,156,211	0	79,768	1,076,442
500144	2.520%	28/03/2012	01/05/2031	1,154,819	0	79,672	1,075,147
500138	2.520%	28/03/2012	01/06/2031	1,154,819	0	79,672	1,075,147
500164	2.520%	28/03/2012	01/07/2031	1,154,819	0	79,672	1,075,147
500112	2.520%	28/03/2012	01/08/2031	1,154,819	0	79,672	1,075,147
500113	2.520%	28/03/2012	01/09/2031	1,154,819	0	79,672	1,075,147
500122	2.570%	28/03/2012	01/10/2031	1,172,519	0	77,029	1,095,490
500126	2.570%	28/03/2012	01/11/2031	1,172,519	0	77,029	1,095,490
500161	2.570%	28/03/2012	01/12/2031	1,172,519	0	77,029	1,095,490
500129	2.570%	28/03/2012	01/01/2032	1,172,519	0	77,029	1,095,490
500142	2.570%	28/03/2012	01/02/2032	1,172,519	0	77,029	1,095,490
500154	2.570%	28/03/2012	01/03/2032	1,172,519	0	77,029	1,095,490
500147	3.320%	28/03/2012	01/04/2046	1,456,477	0	33,096	1,423,381
500131	3.320%	28/03/2012	01/05/2046	1,456,477	0	33,096	1,423,381
500130	3.320%	28/03/2012	01/06/2046	1,456,477	0	33,096	1,423,381
500114	3.320%	28/03/2012	01/07/2046	1,456,477	0	33,096	1,423,381
500127	3.320%	28/03/2012	01/08/2046	1,456,477	0	33,096	1,423,381
500141	3.320%	28/03/2012	01/09/2046	1,456,477	0	33,096	1,423,381
500143	3.340%	28/03/2012	01/10/2046	1,462,004	0	32,222	1,429,782
500169	3.340%	28/03/2012	01/11/2046	1,462,004	0	32,222	1,429,782
500135	3.340%	28/03/2012	01/12/2046	1,462,004	0	32,222	1,429,782
500166	3.340%	28/03/2012	01/01/2047	1,462,004	0	32,222	1,429,782
500156	3.340%	28/03/2012	01/02/2047	1,462,004	0	32,222	1,429,782
500165	3.340%	28/03/2012	01/03/2047	1,462,004	0	32,222	1,429,782
503615	2.270%	08/01/2015	08/01/2030	6,805,369	0	551,237	6,254,132
506559	2.150%	08/11/2017	08/11/2037	11,936,195	0	514,695	11,421,501
506560	2.150%	08/11/2017	08/11/2037	16,791,272	0	724,048	16,067,224
				67,009,414	0	3,122,218	63,887,198

EXTERNAL LOANS OUTSTANDING AS AT 31/3/2020

Loan No.	Interest Rate	Date Loan Taken Out	Date Loan Matures	Principal Outstanding as at 31/3/19	Loans Raised During Period	Loans Repaid During Period	Principal Outstanding as at 31/3/20
PWLB EIP							
500137	2.760%	28/03/2012	01/04/2036	1,185,714	0	67,755	1,117,959
500153	2.760%	28/03/2012	01/05/2036	1,185,714	0	67,755	1,117,959
500155	2.760%	28/03/2012	01/06/2036	1,185,714	0	67,755	1,117,959
500136	2.760%	28/03/2012	01/07/2036	1,185,714	0	67,755	1,117,959
500120	2.760%	28/03/2012	01/08/2036	1,185,714	0	67,755	1,117,959
500134	2.760%	28/03/2012	01/09/2036	1,185,714	0	67,755	1,117,959
500160	2.790%	28/03/2012	01/10/2036	1,195,200	0	66,400	1,128,800
500123	2.790%	28/03/2012	01/11/2036	1,195,200	0	66,400	1,128,800
500132	2.790%	28/03/2012	01/12/2036	1,195,200	0	66,400	1,128,800
500115	2.790%	28/03/2012	01/01/2037	1,195,200	0	66,400	1,128,800
500145	2.790%	28/03/2012	01/02/2037	1,195,200	0	66,400	1,128,800
500125	2.790%	28/03/2012	01/03/2037	1,195,200	0	66,400	1,128,800
500117	3.010%	28/03/2012	01/04/2041	1,266,102	0	56,271	1,209,831
500119	3.010%	28/03/2012	01/05/2041	1,266,102	0	56,271	1,209,831
500116	3.010%	28/03/2012	01/06/2041	1,266,102	0	56,271	1,209,831
500170	3.010%	28/03/2012	01/07/2041	1,266,102	0	56,271	1,209,831
500121	3.010%	28/03/2012	01/08/2041	1,266,102	0	56,271	1,209,831
500139	3.010%	28/03/2012	01/09/2041	1,266,102	0	56,271	1,209,831
500162	3.030%	28/03/2012	01/10/2041	1,272,667	0	55,333	1,217,333
500150	3.030%	28/03/2012	01/11/2041	1,272,667	0	55,333	1,217,333
500124	3.030%	28/03/2012	01/12/2041	1,272,667	0	55,333	1,217,333
500118	3.030%	28/03/2012	01/01/2042	1,272,667	0	55,333	1,217,333
500111	3.030%	28/03/2012	01/02/2042	1,272,667	0	55,333	1,217,333
500140	3.030%	28/03/2012	01/03/2042	1,272,667	0	55,333	1,217,333
				29,518,096	0	1,474,558	28,043,538
Market Loans							
D26004	4.350%	05/02/2007	05/02/2077	3,700,000	0	0	3,700,000
D26005	4.790%	05/03/2007	05/03/2076	5,300,000	0	0	5,300,000
	1.300%	04/09/2015	31/03/2023	3,600,000	0	1,000,000	2,600,000
				12,600,000	0	1,000,000	11,600,000
Temporary Borrowing (RDPE)							
	0.850%	20/02/2020	05/03/2020	0	5,500,000	5,500,000	0
				0	5,500,000	5,500,000	0
Total Outstanding Debt				202,178,038	5,500,000	12,496,775	195,181,263

FIXED TERM INVESTMENTS OUTSTANDING AS AT 31/03/20

BORROWER	INTEREST RATE	DATE INVESTMENT TAKEN OUT	DATE INVESTMENT MATURES	PRINCIPAL OUTSTANDING AS AT 31/03/20 £
	%			
Lloyds Bank plc	1.250%	23/07/2019	23/07/2020	4,000,000.00
Lloyds Bank plc	1.100%	11/09/2019	11/09/2020	4,000,000.00
Goldman Sachs	0.990%	19/09/2019	19/06/2020	2,000,000.00
Goldman Sachs	1.045%	18/10/2019	16/10/2020	2,000,000.00
Lloyds Bank plc	1.100%	30/10/2019	30/10/2020	2,000,000.00
Goldman Sachs	1.010%	01/11/2019	03/08/2020	1,000,000.00
Goldman Sachs	0.950%	08/11/2019	15/05/2020	2,000,000.00
Lloyds Bank plc	1.100%	04/12/2019	04/12/2020	2,000,000.00
Goldman Sachs	1.050%	16/12/2019	16/12/2020	2,000,000.00
Cardiff Council	1.500%	10/01/2020	10/01/2022	3,000,000.00
TOTAL OUTSTANDING FIXED TERM INVESTMENTS				24,000,000.00

APPENDIX C

INSTANT ACCESS, NOTICE ACCOUNTS AND MONEY MARKET FUNDS - ANALYSIS

01/04/2019 - 31/03/2020

Financial Institution	Current Interest Rate %	Highest Balance £	Lowest Balance £	Average Balance over period £	Principal Outstanding as at 31/3/2019 £	Amount Invested £	Amount Repaid £	Principal Outstanding as at 31/03/2020 £
INSTANT ACCESS ACCOUNTS								
Lloyds	0.65%	6,510,000	100,000	2,414,618	5,000,000	18,664,912	23,564,912	100,000
				2,414,618	5,000,000	18,664,912	23,564,912	100,000
NOTICE ACCOUNTS								
Santander 180 day notice	0.95%	6,000,000	2,000,000	3,448,087	2,000,000	4,000,000	0	6,000,000
Goldman Sachs 95 day notice	0.99%	2,000,000	0	1,300,546	0	2,000,000	0	2,000,000
Goldman Sachs 370 day notice	1.31%	2,000,000	2,000,000	2,000,000	2,000,000	0	0	2,000,000
Goldman Sachs 370 day notice	1.31%	2,000,000	2,000,000	2,000,000	2,000,000	0	0	2,000,000
				8,748,634	6,000,000	6,000,000	0	12,000,000
MONEY MARKET FUNDS								
Insight Liquidity	Variable	5,000,000	0	4,890,902	3,250,000	20,540,000	22,140,000	1,650,000
Aberdeen Asset Management	Variable	5,000,000	0	3,887,705	0	42,910,000	39,530,000	3,380,000
Blackrock	Variable	5,000,000	0	1,810,301	0	51,215,000	51,215,000	0
Legal & General	Variable	5,000,000	0	181,694	0	24,605,000	24,605,000	0
				10,770,601	3,250,000	139,270,000	137,490,000	5,030,000

Note

The interest rates on Money Market Funds vary on a daily basis. The table below shows you the highest and lowest rates achieved this year:

	Highest	Lowest
Insight Liquidity	0.76%	0.31%
Aberdeen Asset Management	0.78%	0.47%
Blackrock	0.74%	0.68%
Legal & General	0.76%	0.51%

APPENDIX D

Prudential Indicator Variances 2019/20

Indicator	Estimate	Actuals	Reason
Capital Expenditure			
GF – Supported	£12.779m	£10.227m	
GF – Unsupported	£28.040m	£15.591m	Slippage on Capital Programme
HRA – Supported	£19.759m	£15.756m	Slippage on Capital Programme
HRA – Unsupported	£0	£0	
Overall – Supported	£32.538m	£25.983m	
Overall – Unsupported	£28.040m	£15.591m	
Capital Financing Requirement			
GF	£151.571m	£142.312m	
HRA	£113.078m	£113.068m	
Overall	£264.649m	£255.380m	
Authorised Limit	£350m	£202.178m	
Operational Limit	£320m	£202.178m	
Gross Borrowing as at 31/3/20			
<i>Interest Rate Exposures</i>			
Fixed	100% max	100%	
Variable	50% max	0%	
Maturity structure of Borrowings as at 31/03/20			
Up to 1 year	50% max	3.93%	
1 year up to 2 years	50% max	2.95%	
2 years up to 5 years	50% max	10.94%	
5 years up to 10 years	75% max	27.84%	
10 years up to 20 years	100% max	31.21%	
20 years and above	100% max	23.13%	
Investments			
Investments for periods longer than 12 months	£20m	£7m	