

**CABINET
17 DECEMBER 2019**

PART 1 – PUBLIC DOCUMENT

ITEM 6a

**TITLE OF REPORT: ITEM REFERRED FROM FINANCE, AUDIT AND RISK COMMITTEE:
5 DECEMBER 2019 – INVESTMENT STRATEGY (CAPITAL AND TREASURY) MID-
YEAR REVIEW 2019/20**

Extract from Draft Minutes – Please note that the Finance, Audit and Risk Committee supported the recommendations in the report and made no additional recommendations

**51. INVESTMENT STRATEGY (CAPITAL AND TREASURY) MID-YEAR REVIEW
2019/20**

The Accountancy Manager presented the report entitled Investment Strategy (Capital and Treasury) Mid-Year Review 2019/20 and drew Members' attention to the following:

- It was planned that less Capital be spent, mainly due to the re-profiling of schemes. The schemes being re-profiled were listed in Table 2 at Paragraph 8.4 of the report;
- Items within Table 3 at Paragraph 8.6 which detailed the cost of schemes;
- Paragraphs 8.9 to 8.12 gave details of the Treasury Management 2019/20 position;
- It was forecast that the Council would generate £0.372 million of interest over the whole of 2019/20, which equated to an average interest rate of 1.13 percent.

RECOMMENDED TO CABINET:

- (1) The forecast expenditure of £5.886million in 2019/20 on the capital programme be noted;
- (2) The adjustments to the capital programme for 2019/20 onwards as a result of the revised timetable of schemes detailed in table 2, increasing the estimated spend in 2020/21 and beyond by £1.369million, be approved;
- (3) The position of the availability of capital resources, as detailed in table 3 paragraph 8.6 and the requirement to keep the capital programme under review for affordability be noted by Cabinet; and
- (4) The position of Treasury Management activity as at the end of September 2019 be noted.

REASON FOR RECOMMENDATIONS:

- (1) Cabinet is required to approve adjustments to the capital programme and ensure the capital programme is fully funded.
- (2) To ensure the Council's continued compliance with CIPFA's code of practice on Treasury Management and the Local Government Act 2003 and that the Council manages its exposure to interest and capital risk.

(To be taken with Item 11)