

THE ASSEMBLY

20 JULY 2011

REPORT OF THE CABINET

Title: Treasury Management Annual Report 2010/11	For Decision	
<p>Summary</p> <p>At its meeting on 12 July 2011, the Cabinet is to consider the attached report (Appendix 1) which presents the Council's outturn position in respect of its treasury management activities during 2010/11 financial year.</p> <p>The recommendations arising from the report are set out below and a verbal update on the Cabinet's consideration of the report will be given at the meeting.</p>		
<p>Recommendations:</p> <p>The Cabinet is recommending the Assembly to</p> <ul style="list-style-type: none">a) Note the Treasury Management Annual Report for 2010/11;b) Note that the Council complied with all 2010/11 treasury management indicators;c) Approve the actual 2010/11 prudential and treasury indicators in this report;d) Note that the Council did not borrow in 2010/11 to finance its capital programme but utilised internal cash in line with its strategy; ande) With regards the Housing Revenue Account Reform - agree in principle that the Council can borrow in advance of need for the Housing Revenue Account Reform should market opportunities become available and DCLG provides directive before 1 April 2012. Such a move by the Council will be after careful evaluation by the Corporate Director of Finance & Resources in conjunction with the Council's treasury management advisers. It is anticipated that the authorised limit will be in the region of £281m.f) Agree in principle that the Council can raise finance for the HRA reforms using any or a combination of the following instruments – corporate bonds, public bonds, bonds via a pooled Issuance vehicle, bank debt for example vanilla type loans or LOBO and Public Works Loan Board debt. <p>Reason</p> <p>This report is required to be presented to the Assembly in accordance with the Revised CIPFA Code of Practice for Treasury Management in the Public Services.</p>		
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Background papers used in the preparation of this report: