

<b>REPORT TO:</b>	Council
<b>REPORT NO:</b>	HF/128/18
<b>DATE:</b>	12 December 2018
<b>LEAD MEMBER:</b>	Councillor Mark Pritchard (Organisation - Finance, Performance Health and Safety and Governance)
<b>CONTACT OFFICER:</b>	Mark S Owen (Tel: 292701)
<b>SUBJECT:</b>	Treasury Management Outturn and Actual Prudential Indicators 2017/2018
<b>WARD:</b>	N/A

## 1. PURPOSE OF THE REPORT

- 1.1 To present the Treasury Management Outturn report and actual Prudential Indicators report for the financial year ended 31 March 2018.

## 2. EXECUTIVE SUMMARY

- 2.1 Under the requirements of CIPFA's Treasury Management in the Public Services Code of Practice, revised 2017, the Council is required to ensure that a report is taken to the body of the Council responsible for setting its Treasury Management Practices, that demonstrates performance against agreed indicators; this report discharges that responsibility
- 2.2 The Capital Financing Requirement increased by £23.64m to £410.74m, with a significant element of this required to support the Housing Revenue capital programme in the continued progression toward delivering the Welsh Quality Housing Standard.
- 2.3 Total debt and long term liabilities increased by £43.52m to £392.06m between 31 March 2017 and 31 March 2018; this included an amount of £65m short term borrowing to be repaid in April 2018 (£35m), September 2018 (£25m) and February 2019 (£5m).
- 2.4 Investments increased by £5.23m to £13.94m.
- 2.5 As the Council's Section 151 Officer, the Head of Finance confirmed that Treasury Management activity was within the Council's Borrowing Limit and Treasury Management Prudential Indicators.

### **3 RECOMMENDATION**

#### **3.1 Members approve the Treasury Management Outturn report and actual Prudential Indicators for 2017/18.**

### **REASON FOR RECOMMENDATION**

To comply with the CIPFA Prudential Code and Code of Practice on Treasury Management.

### **4 BACKGROUND INFORMATION**

4.1 The Council has adopted the CIPFA Code of Practice on Treasury Management in the Public Services. The Code provides that the responsible Financial Officer presents an annual report on the performance of the Treasury Management function.

4.2 The Annual Treasury Management Outturn Report for 2017/18 and Prudential Indicators Outturn Report 2017/18 are attached in Appendix A.

### **5 IMPLICATIONS**

5.1 **Policy Framework** – This falls under the Organisation theme of the Council Plan 2018-2023.

5.2 **Budget** – The Council's General Fund net Capital Financing Budget for 2017/18 was £9,945, and for the Housing Revenue Account £16,135.

5.3 **Legal** – None.

5.4 **Staffing** – None.

5.5 **Equality/Human Rights** – Equality Impact Assessment has been completed (FIN/EIA00137/2018). There is no impact on groups with protected characteristics as this represents the factual outturn position for Treasury Management activities and Prudential Indicators.

5.6 **Risks** – Treasury Management Risks are addressed in the Council's Treasury Management Practices, last reported to Executive Board on 10 February 2016.

### **6 CONSULTATION**

6.1 The report has been discussed with the Council's Treasury Management and Capital Finance Consultants.

### **7 EVALUATION OF OPTIONS**

7.1 The report is concerned with historical activity only, no options are considered.

<b>BACKGROUND PAPERS</b>	<b>LOCATION</b>	<b>WEBSITE INFO.</b>
1. CIPFA Code of Practice: Treasury Management in the Public Services	Finance Department	Hard copy available in Finance Department.
2. CIPFA Prudential Code	Finance Department	Hard copy available in Finance Department.
3. Welsh Government Guidance on Local Government Investments	Finance Department	<a href="http://gov.wales/topics/localgovernment/finandfunding/publications/lginvest/?lang=en">http://gov.wales/topics/localgovernment/finandfunding/publications/lginvest/?lang=en</a>
4. Wrexham County Borough Council Financial Regulations	Finance Department	<a href="http://www.internal.wrexham.gov.uk/wordpress/sam/departments/finance/financial-regulations-fin-regs/">http://www.internal.wrexham.gov.uk/wordpress/sam/departments/finance/financial-regulations-fin-regs/</a>