

EXECUTIVE

14th July 2022

Report Title	Treasury Management Outturn Report - 2021/22
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Lead Member	Councillor Lloyd Bunday, Executive Member for Finance and Transformation

Key Decision	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Is the decision eligible for call-in by Scrutiny?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Are there public sector equality duty implications?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Does the report contain confidential or exempt information (whether in appendices or not)?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Applicable paragraph number/s for exemption from publication under Schedule 12A Local Government Act 1972	

List of Appendices

Appendix A – Treasury Management Outturn Report 2021/22

1. Purpose of Report

- 1.1. This report updates the Council's treasury management and prudential indicators which includes the position following progress on the disaggregation of the assets and liabilities that were previously held by the former Northamptonshire County Council.
- 1.2. This report also updates the Committee on the Council's treasury management activities and performance for the financial year ended 31st March 2022 in accordance with the CIPFA's Code of Practice on Treasury Management.

2. Executive Summary

- 2.1. This report requires the Committee to agree the updated treasury management and prudential indicators and for the Committee to note the outcome of the

Council's treasury management activities and performance for the financial year ended 31st March 2022.

3. Recommendations

- 3.1. It is recommended that the Executive:
- a) Note the treasury management outturn report detailing the activity undertaken during the financial year ended 31st March 2022 and the performance achieved set out in **Appendix A** to this report; and
 - b) Note that all treasury activities were undertaken in line with the approved Treasury Management Strategy/Annual Investment Strategy.
- 3.2. Reason for Recommendations: The Council's TMSS is underpinned by the CIPFA Code of Practice on Treasury Management ("the Code") which requires that members are informed of treasury management activities at least twice a year. Full Council has delegated the formulation and monitoring of the Council's treasury management strategy, policy, and activity to the Executive Committee.
- 3.3. Alternative Options Considered: There are no alternative options to be considered for this report, which is for noting only.

4. Report Background

- 4.1. The Council operates a balanced budget, which broadly means cash raised during the year will meet its cash expenditure. Part of the treasury management operations ensure this cash flow is adequately planned, with surplus monies being invested in low-risk counterparties, providing adequate liquidity initially before considering optimising investment return.
- 4.2. The second main function of the treasury management service is the funding of the Council's capital plans. These capital plans provide a guide to the borrowing need of the Council, essentially the longer-term cash flow planning to ensure the Council can meet its capital spending operations. This management of longer-term cash may involve arranging long or short-term loans, or using longer term cash flow surpluses, and on occasion any debt previously drawn may be restructured to meet Council risk or cost objectives.
- 4.3. Accordingly, treasury management is defined as:
- "The management of the local authority's borrowing, investments and cash flows, its banking, money market and capital market transactions; the effective control of the risks associated with those activities; and the pursuit of optimum performance consistent with those risks."*
- 4.4. In line with the Code and the requirement of the Council's Treasury

Management Strategy, this report provides an update on the borrowing, investments and cash flows, money market and capital market activities for the financial year ended 31st March 2022.

5. Issues and Choices

- 5.1. In line with its delegated authority, the Committee is asked to note the treasury management activities and performance for the financial year ended 31st March 2022.

6. Implications (including financial implications)

6.1. Resources, Financial and Transformation

- 6.1.1. The finance implications are set out within the report and appendix.

6.2. Legal and Governance

- 6.2.1. None specific to this report.

6.3. Relevant Policies and Plans

- 6.4. Treasury Management Strategy Statement, Annual Investment Strategy 2021/22.

6.5. Risk

- 6.5.1. There are no significant risks arising from the proposed recommendations in this report.

6.6. Consultation

- 6.6.1. No consultation required for this report.

6.7. Consideration by Executive Advisory Panel

- 6.7.1. None specific to this report.

6.8. Consideration by Scrutiny

- 6.8.1. None specific to this report.

6.9. Equality Implications

6.9.1. None specific to this report.

6.10. Climate Impact

6.10.1. None specific to this report.

6.11. Community Impact

6.11.1. None specific to this report.

6.12. Crime and Disorder Impact

6.12.1. None specific to this report.

7. Background Papers

7.1. Treasury Management Strategy Statement, Annual Investment Strategy
2021/22