

## Teignbridge District Council Treasury Management Mid-Year Review 2015-16

Teignbridge District Council has adopted CIPFA's *Treasury Management in the Public Services: Code of Practice and Cross-Sectoral Guidance Notes 2011 Edition*. One of the requirements is the provision of a mid-year review of treasury management activities.

### Activities Undertaken: Daily lending and borrowing from 1 April to 30 September 2015:

#### Fixed-term lending

Borrower	Term %	Amount Lent £	Dates	Total Days Lent	Interest Earned in year £
Nationwide Building Society*	0.81	1,000,000	14/04/14 – 13/04/15	364	266.30
Lancashire County Council*	0.6	2,000,000	22/07/14 – 21/07/15	364	3,649.32
Nationwide Building Society*	0.66	1,000,000	17/11/14 – 15/05/15	179	795.62
Nationwide Building Society*	0.66	1,000,000	09/01/15 – 08/07/15	180	1,772.05
Leeds Building Society*	0.48	1,000,000	15/01/15 – 15/04/15	90	184.11
Nottingham Building Society*	0.51	1,000,000	15/01/15 – 15/04/15	90	195.62
Nationwide Building Society	0.9	1,000,000	13/04/15 – 11/04/16	364	8,728.77
Leeds Building Society	0.69	1,000,000	15/04/15 – 12/10/15	180	3,402.74
Nottingham Building Society	0.49	1,000,000	15/04/15 – 03/07/15	79	1,060.55
Coventry Building Society	0.42	2,000,000	15/04/15 – 29/05/15	44	1,012.60
Debt Management Office	0.25	4,000,000	15/04/15 – 21/04/15	6	164.38
Barclays Bank plc	0.89	1,000,000	15/04/15 – 21/03/16	341	8,314.79
Lloyds Bank plc	0.87	1,000,000	15/04/15 – 21/03/16	341	8,127.95
Debt Management Office	0.25	500,000	16/04/15 – 30/04/15	14	47.95
Debt Management Office	0.25	2,000,000	15/05/15 – 29/05/15	14	198.78
Yorkshire Building Society	0.47	2,000,000	15/05/15 – 13/08/15	90	2,317.81
Nationwide Building Society	0.65	1,000,000	15/05/15 – 11/11/15	180	3,205.48
Coventry Building Society	0.6	1,000,000	15/06/15 – 11/12/15	179	2,942.47
Coventry Building Society	0.45	1,000,000	15/06/15 – 11/09/15	88	1,084.93
Debt Management Office	0.25	2,000,000	15/06/15 – 22/06/15	7	95.89
Nationwide Building Society	0.66	1,000,000	08/07/15 – 04/01/16	180	3,254.79
Santander UK plc	0.71	1,000,000	15/07/15 – 11/01/16	180	3,501.37
Santander UK plc	0.75	1,000,000	15/07/15 – 11/02/16	211	4,335.62
Nottingham Building Society	0.53	1,000,000	15/07/15 – 13/10/15	90	1,306.85
Debt Management Office	0.25	2,500,000	15/07/15 – 22/07/15	7	119.86
Debt Management Office	0.25	1,000,000	22/07/15 – 27/07/15	5	34.25
Debt Management Office	0.25	1,000,000	03/08/15 – 10/08/15	7	47.95
Debt Management Office	0.25	1,000,000	07/08/15 – 10/08/15	3	20.55
Yorkshire Building Society	0.47	1,000,000	13/08/15 – 10/11/15	89	1,146.03
Skipton Building Society	0.43	1,000,000	17/08/15 – 13/11/15	88	1,036.71
Debt Management Office	0.25	2,000,000	17/08/15 – 19/08/15	2	27.40
Debt Management Office	0.25	2,000,000	17/08/15 – 21/08/15	4	54.79
Salford City Council	0.40	1,000,000	01/09/15 – 21/03/16	202	2,213.70
Debt Management Office	0.25	1,000,000	02/09/15 – 04/09/15	2	13.70

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Debt Management Office	0.25	1,000,000	04/09/15 – 07/09/15	3	20.55
Coventry Building Society	0.45	1,000,000	11/09/15 – 10/12/15	90	1,109.59
Debt Management Office	0.25	1,000,000	11/09/15 – 21/09/15	10	68.49
Salford City Council	0.35	1,000,000	14/09/15 – 11/01/16	119	1,141.10
Debt Management Office	0.25	1,000,000	15/09/15 – 21/09/15	6	41.10
Debt Management Office	0.25	6,000,000	15/09/15 – 16/09/15	1	41.10
*Loans b/f from 2014-15					

Deposits were also made into the following call accounts, dependent upon cash flow:

Bank	Account terms	Interest Earned £
Barclays Bank plc	0.4% - instant access	3,310.47
Close Brothers	1.00% - 1 month notice	10,027.67
Clydesdale Bank	0.35% - instant access	734.28
Clydesdale Bank	0.6% - 95 day notice	3,030.09
Royal Bank of Scotland	0.25%-0.5% - instant access	316.58
Santander UK plc	0.4% - instant access	4,014.80
Public Sector Deposit Fund	Average 0.4% instant	4,369.16
Lloyds plc	0.75% - 175-day notice	1,583.06
Lloyds plc Deposit account	0.4% instant	2,770.93

### Teignbridge District Council Interim Performance Report for the Period 1 April to 30 September 2015

	Apr-Sep 2014-15	Apr-Sep 2015-16
<b>(i) Short Term Funds Invested</b>		
Interest received and receivable for the period	£59,492	£71,051
Maximum period of investment on any one loan made in the period	364 days	364 days
“Fixed” investment rates in period.	0.25-0.81%	0.25-0.89%
<b>(ii) Short Term Funds Borrowed</b>		
Interest paid and payable for the period	0	0
Number of new loans borrowed in the period	0	0
Maximum period of borrowing on any one loan borrowed in the period.	n/a	n/a
“Fixed” borrowing rates.	n/a	n/a
<b>(iii) Average Net Interest Rate Earned</b>	0.61%	0.59%
<b>(iv) Average Short Term Net Lending</b>	£18,888,763	£23,471,808

### **Regular Monitoring**

Two monthly reports are prepared for the Chief Finance Officer: a forecast of interest receivable for the year, and an investment comparison, which shows the sum available for investment compared to the previous year. The Chief Finance Officer presents a monthly report to CLT and updates the Executive Committee on a quarterly basis. These reports include any policy updates, such as changes to the official lending list, based on the latest ratings information. Full council receives an annual review and strategy statement and a mid-year review.

The interest forecast is currently predicting a total receivable for the year of £138,764. This compares to £130,501 in 2014-15. The increase is due to a higher net daily lending amount. The average interest rate earned has been slightly lower due to reaching maximum capacity with bank and building society counterparties on our lending list. This has meant that we have invested funds with central government (Debt Management Office) and other local authorities, both of which offer lower interest rates, but a secure option for our cash balances.

### **Treasury Management Indicators**

These are part of the Prudential Indicators, as agreed at Full Council on 24 February 2015. They are available on request or on the Teignbridge website agenda for that meeting.