

meeting COUNTY COUNCIL

date 9 DECEMBER 2010

agenda item number **11**

REPORT OF THE CABINET MEMBER FOR FINANCE & PROPERTY

TREASURY MANAGEMENT POLICY

Purpose of the Report

1. To seek approval for minor changes to the Treasury Management Policy for 2010/11.

Information and Advice

2. The Treasury Management Policy as approved by County Council in February 2010 envisaged pension fund cash being pooled with County Council cash for investment, with the Fund receiving interest at a calculated average rate. However, in order to increase transparency of these investments, pension fund cash is now separately identified for investment.
3. Separate investment decisions are made on any surplus Fund cash identified, based on the estimated cash flow needs of the Fund. The cash is either invested separately or, where it is in the best interests of the Fund, combined with County Council cash for investment. Where joint investments are made, the Fund receives its fair share of interest in proportion to the share of cash invested. This revised process has been agreed by the Council's Treasury Management Group and the Audit Commission.
4. The revised Treasury Management Policy is attached as Appendix A.

Statutory and Policy Implications

5. This report has been compiled after consideration of implications in respect of finance, equal opportunities, personnel, crime and disorder, human rights and those using the relevant service. Where such implications are material, they have been described in the text of the report.

Recommendation

6. That the revised Treasury Management Policy for 2010/11 be approved.

COUNCILLOR REG ADAIR
Cabinet Member for Finance & Property

Head of Legal Services Comments

The proposal in this report is within the remit of full Council. (K.K. 24/11/10)

Financial Comments of the Service Director, Finance

The financial implications are included in the report. (J.P. 23/11/10)

Background Papers available for inspection

None