



meeting

COUNTY COUNCIL

date

29 MARCH 2007

agenda item number

REPORT OF THE DIRECTOR OF RESOURCES

TREASURY MANAGEMENT POLICY AND STRATEGY STATEMENT

1. Purpose

- 1.1 To report the policy and strategy for Treasury Management for the next year.

2. Background

- 2.1 In 2002 the County Council adopted a new CIPFA Code of Practice on Treasury Management.
- 2.2 As with the previous procedure, two annual reports are required: one on Policy & Strategy and a second on Activity. This is the fourth report on Policy & Strategy, and is for the year commencing 1 April 2007.
- 2.3 The Budget Report presented to the Council last month included reference to the Prudential Code of Practice developed by CIPFA. This Code requires four Treasury Management Indicators to be reported and these are included in Appendix C.
- 2.4 Associated with the Prudential Code, the Office of the Deputy Prime Minister has issued guidance on **Specified Investments** (defined in TMP1 in Appendix A) and liquidity. These are dealt with in Appendix A.

- 2.5 Also attached to this report is the Treasury Management Strategy for 2007 (Appendix D) and the Approved List of counterparties for lending purposes (Appendix B).

3. **Statutory and Policy Implications**

- 3.1 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 services. No specific issues arise out of the proposals in this report.

4. **Recommendation**

- 4.1 That the CIPFA Code of Practice on Treasury Management continue to be adopted.
- 4.2 That the Treasury Management Policy Schedule, Approved List, Strategy and Treasury Management Indicators be approved.

**ARTHUR DEAKIN
DIRECTOR OF RESOURCES**

Background Papers available for inspection

Nil