



## Cabinet 12 September 2012

### Report of the Performance and Audit Scrutiny Committee: Annual Treasury Management Report 2011/2012 and Investment Activity 1 April to 30 June 2012

- (1) The Vice-Chairman of the Committee, who had chaired the meeting of the Treasury Management Sub-Committee on 23 July 2012, reported on the Sub-Committee's consideration of the above report.
- (2) The report presented the Annual Treasury Management Investment Report, summarising the investment activities for the year 2011/2012, and also provided a summary of investment activity for the first three months of the 2012/2013 financial year.
- (3) The Report showed the total amount invested at 1 April 2011 as £32.4 million, and at 31 March 2012 £32.0 million, due primarily to the net effect of the Council's capital expenditure and asset disposals programmes. Budgeted income from investments in 2011/2012 was £457,000, and as at 31 March 2012 interest earned amounted to £582,000, an over achievement of £125,000 against the budget. The average rate of interest achieved for the year was 1.48% against the target rate of 1.50%.
- (4) The 2012/2013 Annual Treasury Management and Investment Strategy showed the budget for investment income in 2012/2013 as £569,000, based on a continuation of the previous year's 1.5% target rate of return on investments.
- (5) The Sub-Committee had scrutinised the content of the report, asking questions of officers as necessary. No issues or recommendations needed to be brought to the attention of the Performance and Audit Scrutiny Committee on this occasion.
- (6) The Committee **RECOMMENDED: that, subject to the approval of full Council, the Annual Treasury Management Report 2011/2012, as contained in Appendix A to Report D67, be approved.**

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