

THE VALE OF GLAMORGAN COUNCIL

COUNCIL: 24TH APRIL, 2023

REFERENCE FROM CABINET: 27TH FEBRUARY, 2023

“C237 TREASURY MANAGEMENT AND INVESTMENT STRATEGY 2023/24 AND UPDATE 2022/23 (EL/PR) (SCRUTINY – CORPORATE PERFORMANCE AND RESOURCES) –

The Leader presented the report, the purpose of which was to provide an interim report on the Council’s Treasury Management operations for the period 1st April to 31st December, 2022 and to submit for consideration the proposed 2023/24 Treasury Management and Investment Strategy and Treasury Management Policy.

The Leader was pleased that all Members had been invited to attend a training session on Treasury Management that was taking place that afternoon and looked forward to a detailed discussion.

In order for the matter to proceed for consideration at Full Council on 6th March, 2023, the Leader asked to include an additional resolution concerning the use of the urgent decision procedure to that effect.

This was a matter for Executive and Council decision.

Cabinet, having considered the report and all the issues and implications contained therein and noting the inclusion of an additional resolution

RESOLVED –

- (1) T H A T the Treasury Management interim report for the period 1st April to 31st December, 2022 be noted and endorsed.
- (2) T H A T Cabinet recommended to Council to approve the policy for making Minimum Revenue Provision in 2023/24.
- (3) T H A T Cabinet recommended to Council to approve the proposed 2023/24 Treasury Management and Investment Strategy including the following specific resolution (detailed in Appendix 1)
 - The Authorised Limit for External Debt be set at £225.439m for 2022/23, £247.141m for 2023/24, £276.773m for 2024/25 and £305.927m for 2025/26
 - The Operational Boundary for External Debt be set at £212.292m for 2022/23,
 - £234.021m for 2023/24, £263.349m for 2024/25 and £292.295m for 2025/26.

- The Section 151 Officer be given delegated authority within the total Authorised Limit and Operational Boundary as estimated for individual years to effect movement between the separately agreed limits for borrowing and other long term liabilities.
- An upper limit of £10m for 2022/23, £10m for 2023/24, £10m in 2024/25 and £10m in 2025/26 is set for total principal sums invested for over 364 days.
- The amount of projected borrowing that is fixed rate maturing in each period as a percentage of total projected borrowing that is fixed rate for 2023/24 be set as:

	Upper Limit	Lower Limit
Under 12 months	20%	0%
12 months and within 24 months	20%	0%
24 months and within 5 years	30%	0%
5 years and within 10 years	40%	0%
10 years and above	100%	0%

- T H A T the Prudential Indicators set out in Appendix 1 be approved.
- T H A T the Treasury Management Policy Statement set out in Appendix 2 be approved.

(4) T H A T the Treasury Management Practices set out in Appendix 3 be noted.

(5) T H A T use of the urgent decision procedure as set out in Section 15.14 of the Council's Constitution be approved in order for the Report to be referred to Full Council on 6th March, 2023 for consideration and approval.

Reasons for decisions

(1) To present the Treasury Management Interim Report.

(2) To agree the basis of the Minimum Revenue Provision calculation for 2023/24.

(3) The Treasury Management and Annual Investment Strategy is prepared as required by the Local Government Act 2003.

(4) To ensure the Treasury Management Practices are reviewed regularly in accordance line with the Treasury Management in the Public Services: Code of Practice and Cross-Sectional Guidance Notes (2021 Edition).

(5) To allow the Treasury Management and Investment Strategy 2023/24 And Update 2022/23 to be referred to Council on 6th March, 2023 for consideration and approval.”