

ANNUAL TREASURY REPORT 2017/18

1 Purpose of report

The purpose of this report is to provide an Annual Treasury Report for the financial year 2017/18.

2 Summary

The Partnership has adopted the CIPFA Code of Practice on Treasury Management in the Public Sector, and under the code, an Annual Report on Treasury Management must be submitted to the Partnership after the end of each financial year.

3 Investment Out-turn 2017/18

3.1 The Partnership’s Investment Strategy has been to maintain its bank account as part of the City of Edinburgh Council’s group of bank accounts. Any cash balance is effectively lent to the Council, but is offset by expenditure undertaken by the City of Edinburgh Council on behalf of the Partnership. Interest is given on month end net indebtedness balances between the Council and the Partnership and for financial year 2017/18 is calculated in accordance with the withdrawn Local Authority (Scotland) Accounts Advisory Committee’s (LASAAC) Guidance Note 2 on Interest on Revenue Balances (IoRB). In line with recent short term interest rates, the investment return continues to be small, but the Board gains security from its counterparty exposure being to the City of Edinburgh Council. Net end of month balances for the financial year were:

	£
Opening Balance	159,905.84
30 April 2017	177,001.86
31 May 2017	204,157.32
30 June 2017	328,878.40
31 July 2017	353,669.27
31 August 2017	454,246.87
30 September 2017	441,639.82
31 October 2017	473,123.77
30 November 2017	421,718.98
31 December 2017	416,970.42
31 January 2018	106,998.57
28 February 2018	-134,092.74
31 March 2018	-60,916.43

3.2 Interest is calculated on the average monthly balance. The interest rate applied was 0.223%, giving an interest amount of £600.03 payable to the Partnership.

3.3 The Annual Treasury report 2017/18 is presented to the Partnership’s Performance and Audit Committee, in terms of the Committee’s remit to review financial information to be presented to the Partnership.

4 Recommendations

- 4.1 It is recommended that the Performance and Audit Committee notes the Annual Report for 2017/18.

HUGH DUNN
Treasurer

Appendix None

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