

## ANNUAL TREASURY REPORT 2018/19

### 1 Purpose of report

The purpose of this report is to provide an Annual Treasury Report for the financial year 2018/19.

### 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 2018/19

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balances between the Council and the Partnership and for financial year 2018/19 is calculated in accordance with the withdrawn Local Authority (Scotland) Accounts Advisory Committee's (LASAAC) Guidance Note 2 on Interest on Revenue Balances (IoRB).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 Partnership 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	-60,916.43
30 April 2018	-35,410.42
31 May 2018	-46,362.76
30 June 2018	100,647.04
31 July 2018	182,922.84
31 August 2018	189,314.73
30 September 2018	250,794.84
31 October 2018	203,937.63
30 November 2018	228,940.93
31 December 2018	16,262.75
31 January 2019	217,727.50
28 February 2019	218,284.68
31 March 2019	-76,919.16

3.2 Interest is calculated on the average monthly balance. The interest rate applied was 0.504%, giving an interest amount of £628.13 payable to the Partnership.

### 4 Recommendations

4.1 It is recommended that the Performance and Audit Committee reviews the Annual Report for 2018/19 and refers it to the Partnership Board for noting.

**Appendix**      None

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