

ANNUAL TREASURY REPORT 2020/21

1 Purpose of report

The purpose of this report is to provide an Annual Treasury Report for the financial year 2020/21.

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 2020/21

- 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balances between the Council and the Partnership and for financial year 2020/21 is calculated in accordance with the withdrawn Local Authority (Scotland) Accounts Advisory Committee's (LASAAC) Guidance Note 2 on Interest on Revenue Balances (IoRB).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	-11,926.69
30 April 2020	-250,906.58
31 May 2020	365,847.62
30 June 2020	-490,382.45
31 July 2020	307,968.03
31 August 2020	356,087.21
30 September 2020	339,361.85
31 October 2020	329,078.90
30 November 2020	240,805.34
31 December 2020	184,884.49
31 January 2021	131,604.32
28 February 2021	125,703.79
31 March 2021	-163,441.99

- 3.2 Interest is calculated on the average monthly balance. The interest rate payable has remained negative therefore the Partnership won't be charged for positive or negative balances, interest will be floored at zero.

4 Recommendations

- 4.1 It is recommended that the Performance and Audit Committee reviews the Annual Report for 2020/21 and refers it to the Partnership Board for noting.

HUGH DUNN
Treasurer

Appendix None

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