

## PFCC Decision Report

**Please ensure all sections below are completed**

<b>Report reference number:</b> 113-20
<b>Classification</b> (e.g. Not protectively marked/restricted): Not protectively marked
<b>Title of report:</b> Treasury Management Outturn 2019/20
<b>Area of county / stakeholders affected:</b> Countywide
<b>Report by :</b> Matt Tokley, Corporate Accounting Manager <b>Date of report:</b> 26 <sup>th</sup> September 2020 <b>Enquiries to:</b> Matt Tokley

### 1. Purpose of the report

- 1.1 To present the annual treasury review/outturn report for 2019/20. The Chartered Institute of Public Finance and Accountancy (CIPFA) definition of treasury management is: 'The management of the organisation's cash flows, its banking, money market and capital market transactions; the effective control of the risks associated with those activities; and the pursuit of optimum performance consistent with those risks'.

### 2. Recommendations

- 2.1 The PFCC is recommended to:-
- i) Note the contents of the annual treasury review/outturn report for 2019/20.

### 3. Benefits of the proposal

- 3.1 This report provides an overview for how the PFCC's cash balances have been managed during 2019/20, and what investments and borrowings (where applicable) were undertaken during the year.

#### **4. Background and proposal**

- 4.1 During 2019/20 the PFCC has adopted the Chartered Institute of Public Finance and Accountancy's Treasury Management in the Public Services: Code of Practice 2017 (the CIPFA Code) which requires the PFCC to approve a treasury management strategy before the start of each financial year as well as produce a half-year and annual treasury management outturn report. This report fulfils the OPFCC's legal obligation under the Local Government Act 2003 to have regard to the CIPFA Code.
- 4.2 The PFCC's Treasury Management Strategy for 2019/20 was approved at the Strategic Board on the 14th March 2019. The 2017 Prudential Code also includes a requirement for the PFCC to provide a Capital Strategy, a summary document covering capital expenditure and financing, treasury management and non-treasury investments. The OPFCC's Capital Strategy, complying with CIPFA's requirement, was approved by the Strategic Board on the 14th March 2019.
- 4.3 The PFCC has invested substantial sums of money and is therefore exposed to financial risks including the loss of invested funds and the revenue effect of changing interest rates. The successful identification, monitoring and control of risk remains central to the OPFCC's treasury management strategy. The approach to dealing with this risk is covered within the main body of the report.

#### **5. Alternative options considered and rejected**

- 5.1 The paper is for information/approval only.

#### **6. Police and Crime Plan**

- 6.1 The paper concerns the management of the PFCC's cash and investments, which represent the key resources underwriting all of the priorities and workstreams identified within the Police and Crime Plan.

#### **7. Police operational implications**

- 7.1 As per paragraph 6.1.

#### **8. Financial implications**

- 8.1 The financial implications are fully set out in the report.

#### **9. Legal implications**

- 9.1 No legal implications.

#### **10. Staffing implications**

- 10.1 No staffing implications.

#### **11. Equality and Diversity implications**

- 11.1 There is no impact of this decision report on equality, diversity or human rights.

**12. Risks**

12.1 The risks, particularly financial risks relating to treasury management processes, are set out within the report.

**13. Governance Boards**

13.1 Presented and agreed at the 21<sup>st</sup> May 2020 Performance and Resources Board.

**14. Background papers**

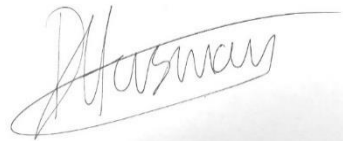
14.1 113-20 Treasury Management Outturn report

**Report Approval**

The report will be signed off by the OPFCC Chief Executive and Treasurer prior to review and sign off by the PFCC / DPFCC.

Deputy Monitoring Officer

Sign:



Print: Darren Horsman

Date: 30 September 2020

Chief Finance Officer / Treasurer

Sign:



Print: Elizabeth Helm

Date: 5 October 2020

**Publication**

Is the report for publication?

YES

NO

If 'NO', please give reasons for non-publication (*Where relevant, cite the security classification of the document(s). State 'None' if applicable*)

.....  
If the report is not for publication, the Chief Executive will decide if and how the public can be informed of the decision.

**Redaction**

If the report is for publication, is redaction required:

1. Of Decision Sheet?

YES

2. Of Appendix?

YES

NO

NO

If 'YES', please provide details of required redaction:

.....  
.....

Date redaction carried out: .....

**Treasurer / Chief Executive Sign Off – for Redactions only**

If redaction is required, the Treasurer or Chief Executive is to sign off that redaction has been completed.

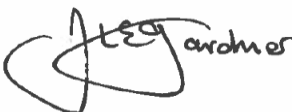
Sign: .....

Print: .....

**Chief Executive/Treasurer**

**Decision and Final Sign Off**

I agree the recommendations to this report:

Sign: 

Print: Jane Gardner

**Deputy PFCC**

**Date signed: 6 October 2020**

I do not agree the recommendations to this report because:

.....  
.....  
.....

Sign: .....

Print: .....

**PFCC/Deputy PFCC**