



CARDIFF COUNCIL CYNGOR CAERDYDD

COUNCIL:

30 NOVEMBER 2023

TREASURY MANAGEMENT MID-YEAR REPORT 2023-24

Annexes B & C to Appendix 1 to this report are not for publication as they contain exempt information of the description in Paragraphs 14 and 21 of Schedule 12A of the Local Government Act 1972.

Reason for this Report

1. To inform members of the Council's Treasury Management activities since 1 April 2023 and the position as at 30 September 2023.

Background

2. The Council's treasury management activities are governed by legislation and a Code of Practice developed by the Chartered Institute of Public Finance and Accountancy (CIPFA) updated in 2021.

Issues

3. In the budget report of February 2010, Council adopted CIPFA's Treasury Management Code by formal acceptance of the Four Clauses of Treasury Management and Treasury Management Policy Statement as Council policy.
4. In accordance with these policies, this report provides members with a mid-year update of Treasury Management activities as at 30 September 2023. This includes its borrowing and investments at a point in time.
5. Council approved the Treasury Management Strategy for 2023/24 in March 2023. The Treasury Strategy is driven by and is a consequence of the Council's overall financial position, its previous and proposed capital investment strategy. Whilst there have been significant variations in economic forecasts and variables, no policy changes or changes to limits are deemed required at this stage.

6. Council requires the scrutiny of the accounting, audit and commercial issues of its Treasury Management Strategy and Practices to be undertaken by the Council's Governance and Audit Committee. The Governance and Audit Committee considered this mid-year report in relation to 2023/24 treasury management activities at its meeting on 28 November 2023.
7. The mid-year report and supporting Annexes are attached at Appendix 1, with an updated Treasury Management Strategy to be considered as part of the budget proposals for 2024/25, consistent with any revised capital investment priorities approved for the medium term.

Reasons for Recommendations

8. Council policy requires the Treasury Management Mid-Year Report 2023-24 update to be submitted to Council.

Legal Implications

9. No direct legal implications arise from this report.

Financial Implications

10. The Council's treasury management activities are undertaken in accordance with the policies adopted by Council and under professional codes of conduct established by CIPFA, the Welsh Government and the Corporate Director Resources as part of Treasury Management Practices. This report is part of a suite of reports that members receive on the Council's treasury management activities during the course of a year. Whilst there are no direct financial implications arising from this report, the risks involved with treasury management are continuously reviewed in conjunction with the Council's treasury management advisors and forms part of the Council's Medium term Financial Planning process.

RECOMMENDATION

Council is recommended to note the Treasury Management Mid-Year Report 2023-24 (Appendix 1).

CHRISTOPHER LEE

Corporate Director Resources
30 November 2023

The following Appendix is attached:-

Appendix 1: Treasury Management Mid-Year Report 2023-24
Annexe A – Treasury Management Policy Extract

Confidential Annexe B – Investments at 30 September 2023

(Confidential)

Confidential Annexe C – Investment Charts at 30 September 2023

(Confidential)

Annexe D – Maturity Analysis of borrowing as at 30 September 2023

Annexe E – Glossary of Treasury Management terms

Background Papers:

Treasury Management Strategy 2023/24. Council Budget Proposals March 2023 –
Annexe 4