

Treasury Management Mid Year Report 2023/24	
Executive Summary	This report sets out the Treasury Management activities undertaken during the first half of the 2023/24 Financial Year compared with the Treasury Management Strategy for the year.
Options considered	This report must be prepared to ensure the Council is compliant with the CIPFA Treasury Management and Prudential Codes.
Consultation(s)	Cabinet Member Section 151 Officer This report has been prepared with the assistance of Link Treasury Services, the Council's Treasury advisors.
Recommendations	To recommend to Full Council that the Treasury Management Mid Year Report 2023/24 is approved.
Reasons for recommendations	Approval by Full Council demonstrates compliance with the Prudential Code to ensure adequate monitoring of the capital expenditure plans and treasury management activity. It is a requirement that any proposed changes to the 2023/24 prudential indicators are approved by Full Council.
Background papers	The Council's Treasury Management Strategy 2023/24.

Wards affected	All
Cabinet member(s)	Cllr. Lucy Shires
Contact Officer	James Moore

Links to key documents:	
Corporate Plan:	This report is required to ensure the Council can demonstrate it is in a sound financial position and able to deliver the projects in the Capital Programme which support the Corporate Plan Objectives.
Medium Term Financial Strategy (MTFS)	This report supports the MTFS in confirming adequate financing is in place to deliver the Council's Capital Programme.
Council Policies & Strategies	The Council's Treasury Management Strategy 2023/24

Corporate Governance:

Is this a key decision	No
Has the public interest test been applied	Not an exempt item.
Details of any previous decision(s) on this matter	N/A

1. Purpose of the report

Approval of this report by Full Council demonstrates compliance with the Prudential Code to ensure adequate monitoring of the capital expenditure plans and treasury management activity.

It is a requirement that any proposed changes to the 2023/24 prudential indicators are approved by Full Council.

2. Introduction & Background

- 2.1 This report sets out the Treasury Management activities undertaken during the first half of the 2023/24 Financial Year compared with the Treasury Management Strategy for the year.

3. Proposals and Options

- 3.1 Appendix A shows the Council's full Treasury Management Mid Year Report 2023/24

4. Corporate Priorities

- 4.1 Ensuring there is adequate funding in place is essential to delivering the Council's Capital Programme which supports the Corporate Plan and MTFs.

5. Financial and Resource Implications

- 5.1 This report is financial in nature and financial implications are included within the content of the report.

Comments from the S151 Officer:

The S151 Officer (or member of the Finance team on their behalf) will complete this section.

6. Legal Implications

- 6.1 None as a direct consequence of this report.

Comments from the Monitoring Officer

The Monitoring Officer (or member of the Legal team on behalf of the MO) will complete this section. They will outline any legal advice provided.

7. Risks

- 7.1 The Council's current short-term borrowing position of the Council is highlighted in section 6 of Appendix A. Any significant amounts of unplanned expenditure could lead to increased borrowing at a time where borrowing costs are high due to wider economic inflationary pressures.

At present extra borrowing costs are being offset by interest earned on the Council's investments over the 2023/24 interest budget.

8. Net Zero Target

- 8.1 None as a direct consequence of this report.

9. Equality, Diversity & Inclusion

- 9.1 None as a direct consequence of this report.

10. Community Safety issues

- 10.1 None as a direct consequence of this report.

11. Conclusion and Recommendations

- 11.1 The Council's cash flow position shall be monitored throughout the financial year. Any concerns that may lead to borrowing costs that cannot be financed by current treasury operations will be immediately flagged to the Director of Resources/S151 Officer, alternative funding options will then be considered to finance any long-term debt.