

BDC Treasury Management update**Activity 2013/14****PWLB Borrowing**

During the current financial year no new loans have been taken out with the PWLB.

As at 1 April 2013 the Authority's total outstanding PWLB debt amounted to £107,100,000. The profile of the outstanding debt is analysed as follows: -

PWLB BORROWING	Maturity Profile 31 March 2013 £	Maturity Profile 30 June 2013 £
12 Months	2,000,000	2,000,000
1 - 2 years	1,000,000	1,000,000
2 - 5 years	2,000,000	2,000,000
5 - 10 years	12,700,000	12,700,000
10 - 15 years	23,400,000	23,400,000
Over 15 years	66,000,000	66,000,000
Total PWLB Debt	107,100,000	107,100,000

At 30 June 2013 no amounts have been repaid to the PWLB.

PWLB Interest

The interest cost to the Council of the PWLB debt for 2013/14 is shown in the table below. The cost is split between the HRA and General Fund based on the level of debt outstanding. Below is a table showing the amount of interest that has been paid to the PWLB for the current financial year.

Date	Amount Paid to PWLB £
Quarter 1 payments	323,187.50
Total Paid	323,187.50

Temporary Borrowing

Cash flow monitoring and management serves to identify the need for short term borrowing to cover delays in the receipt of income during the course of the year. During the current year to date short term borrowing from the Council's own bank incurred interest charges of £53.10. At the 30 June 2013 the Council had no temporary borrowing.

Temporary Investments

The tables below detail the short term investments to 30 June 2013 and interest earned in the first quarter of 2013/14.

Bank of Scotland

Counterparty Rating – 12 months		
Balance as 1 April 2013		4,911,335.1 1
The interest rate for Bank of Scotland is 0.5% until 21 April then 0.4% from 22 April on investments		
Interest Received Q1	5,451.58	
		4,911,335.1
Bank of Scotland balance at 30 June 2013		1

Ignis (Money Market Fund)

Counterparty Rating – 12 months			
Balance as 1 April 2013			200,000.00
Invested			
The interest rate for IGNIS is variable each day	02/04/2013	1,000,000.00	
	05/04/2013	500,000.00	
	10/04/2013	1,000,000.00	
	15/04/2013	2,200,000.00	
			4,700,000.00
Interest received			4,725.23
Withdrawn		0	
		0	
			0
Ignis at 30 June 2013			4,904,725.2 3

BNP Paribas (Money Market Fund)

Counterparty Rating – 12 months			
Balance as 1 April 2013			0.00
Invested			
The interest rate for BNP Paribas is variable each day	17/06/2013	800,000.00	
	28/06/2013	1,600,000.00	
		2,400,000.00	
Interest received			175.34
Withdrawn		0	
		0	
			0
BNP Paribas balance at 30 June 2013			2,400,175.3 4

Blackrock (Money Market Fund)

	Counterparty Rating – 12 months			
Balance as 1 April 2013				0
Invested				
The interest rate for Blackrock is variable each day	15/04/2013	3,700,000.00		
	29/04/2013	1,400,000.00		
	01/05/2013	1,700,000.00		
	13/05/2013	3,000,000.00		
	21/05/2013	1,000,000.00		
	03/06/2013	1,300,000.00		
	13/06/2013	500,000.00		
	17/06/2013	1,900,000.00		
		<hr/>	14,500,000.00	
Interest Received			820.25	
Withdrawn	19/04/2013	(3,000,000.00)		
	26/04/2013	(700,000.00)		
	30/04/2013	(1,400,000.00)		
	17/05/2013	(600,000.00)		
	20/05/2013	(1,500,000.00)		
	23/05/2013	(900,000.00)		
	28/05/2013	(1,500,000.00)		
	19/06/2013	(1,700,000.00)		
	24/06/2013	(200,000.00)		
	26/06/2013	(300,000.00)		
		<hr/>	(11,800,000.00)	
Blackrock at 30 June 2013			<hr/>	2,700,820.25

Interest Received

Below is a table showing the interest received from investments in the first quarter of 2013/14: -

Bank Name	Amount Received
Bank of Scotland	(5,451.58)
Ignis	(4,725.23)
Blackrock	(820.25)
BNP Paribas	(175.34)
Iceland Investments	0
Total	<hr/> (11,171.40)

Compliance with Treasury Limits

During the financial year the Council continued to operate within the treasury limits set out in the Council's Borrowing and Investment Strategy.

	Actual to Date 2013/14	Authorised Limit Q1 2013/14
Authorised Limit (total Council external borrowing limit)	115,676,000	126,673,000
Operational Boundary	115,676,000	121,673,000