

**Activity 2016/17**

**PWLB Borrowing**

The Council has not taken any new loans from the PWLB during the first six months.

As at 1 April 2016 the Authority's total outstanding PWLB debt amounted to £104,100,000. The profile of the outstanding debt is analysed as follows: -

| <b>PWLB Borrowing Term</b> | <b>Maturity Profile 30-Sep-16</b> |
|----------------------------|-----------------------------------|
|                            | <b>£</b>                          |
| 12 Months                  | 0                                 |
| 1-2 years                  | 1,000,000                         |
| 2-5 years                  | 5,000,000                         |
| 5-10 years                 | 20,300,000                        |
| 10-15 years                | 22,800,000                        |
| over 15 years              | 54,000,000                        |
| <b>Total PWLB Debt</b>     | <b>103,100,000</b>                |

At 30 September 2016 £1,000,000 has been repaid to the PWLB.

**PWLB Interest**

The total interest cost to the Council of the PWLB debt for 2016/17 is estimated at £3,669,878. This cost is split between the HRA and General Fund based on the level of debt outstanding. Interest paid to the PWLB in the six months was £1,837,775.

**Temporary Borrowing**

Cash flow monitoring and management identifies the need for short term borrowing to cover delays in the receipt of income during the year. £49.08 in interest charges were incurred during the first six months on overdrawn bank balances. At 30 September 2016 the only temporary borrowing undertaken by the Council was £637,678.74 which is the investment balances held on behalf of Parish Councils.

**Temporary Investments**

The following tables show the investments and interest earned to 30 September 2016:

Investments on call

| <b>Counterparty</b> | <b>Balance at 1/4/16</b> | <b>Deposits</b>   | <b>Withdrawals</b>  | <b>Interest received</b> | <b>Balance at 30/09/16</b> |
|---------------------|--------------------------|-------------------|---------------------|--------------------------|----------------------------|
|                     | <b>£</b>                 | <b>£</b>          | <b>£</b>            | <b>£</b>                 | <b>£</b>                   |
| Barclays            | 5,000,000                |                   | (5,000,000)         | 1,713                    | 1,713                      |
| Santander           | 4,000,000                |                   | (4,000,000)         | 2,893                    | 2,893                      |
| NatWest             | 0                        | 2,000,000         | (2,000,000)         | 206                      | 206                        |
| BNP Paribas (MMF)   | 5,000,000                |                   |                     | 12,550                   | 5,012,550                  |
| Standard Life (MMF) | 5,000,000                |                   |                     | 12,097                   | 5,012,097                  |
| SSGA (MMF)          | 0                        | 5,000,000         |                     | 2,436                    | 5,002,436                  |
| Aberdeen (MMF)      | 2,000,000                | 3,000,000         |                     | 8,397                    | 5,008,397                  |
| Invesco (MMF)       | 3,000,000                | 2,000,000         |                     | 10,428                   | 5,010,428                  |
| Blackrock (MMF)     | 0                        | 5,000,000         | (2,000,000)         | 2,833                    | 3,002,833                  |
|                     | <b>24,000,000</b>        | <b>17,000,000</b> | <b>(13,000,000)</b> | <b>53,553</b>            | <b>28,053,553</b>          |

#### Fixed-term investments

| Counterparty                        | Balance at<br>1/4/16<br>£ | Deposits<br>£     | Withdrawals<br>£    | Interest<br>received<br>£ | Balance at<br>30/09/16<br>£ |
|-------------------------------------|---------------------------|-------------------|---------------------|---------------------------|-----------------------------|
| Goldman Sachs<br>International Bank | 5,000,000                 | 5,000,000         | (5,000,000)         | 14,712                    | 5,014,712                   |
| Nationwide BS                       | 5,000,000                 | 5,000,000         | (5,000,000)         | 16,014                    | 5,016,014                   |
| Close Brothers                      | 5,000,000                 | 0                 | (5,000,000)         | 7,767                     | 7,767                       |
| Barclays                            | 0                         | 5,000,000         | 0                   | 1,460                     | 5,001,460                   |
|                                     | <b>15,000,000</b>         | <b>15,000,000</b> | <b>(15,000,000)</b> | <b>39,953</b>             | <b>15,039,953</b>           |

#### Interest Received

Interest received on investments at 30 September 2016 was £93,506. This level of interest is above the profiled estimate for the annual investment interest of £79,494.

#### 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 2016/17 | Approved limits<br>2016/17 |
|---|------------------------|----------------------------|
| Authorised Limit (total Council external borrowing limit) | 98,830,000             | 112,989,000                |
| Operational Boundary                                      | 98,830,000             | 107,989,000                |