

**PWLB Borrowing**

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

As at 1 April 2017 the Authority's total outstanding PWLB debt amounted to £103,100,000. The profile of the outstanding debt is analysed as follows: -

<b>PWLB Borrowing Term</b>	<b>Maturity Profile 30-Sep-17 £</b>
12 Months	1,000,000
1-2 years	0
2-5 years	10,700,000
5-10 years	21,600,000
10-15 years	24,800,000
over 15 years	45,000,000
<b>Total PWLB Debt</b>	<b>103,100,000</b>

At 30 September 2017 nothing has been repaid to the PWLB.

**PWLB Interest**

The total interest cost to the Council of the PWLB debt for 2017/18 is estimated at £3,662,457. 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 £1,832,225.

**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. No interest charges were incurred during the first six months on overdrawn bank balances. At 30 September 2017 the only temporary borrowing undertaken by the Council was £591,254.79 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 2017:

Investments on call

<b>Counterparty</b>	<b>Balance at 1/4/17 £</b>	<b>Deposits £</b>	<b>Withdrawals £</b>	<b>Interest received £</b>	<b>Balance at 30/09/17 £</b>
BNP Paribas (MMF)	5,000,000	0	(1,506,566)	6,566	3,500,000
Standard Life (MMF)	5,000,000	5,000,000	(10,004,783)	4,783	0
Aberdeen (MMF)	2,000,000	2,000,000	(4,000,064)	64	0
Invesco (MMF)	5,000,000	9,000,000	(14,004,254)	4,254	0
	<b>17,000,000</b>	<b>16,000,000</b>	<b>(29,515,667)</b>	<b>15,667</b>	<b>3,500,000</b>

### Fixed-term investments

Counterparty	Balance at 1/4/17 £	Deposits £	Withdrawals £	Interest received £	Balance at 30/09/17 £
<b>Banks / Building Societies</b>					
Nationwide BS	5,000,000	0	(5,005,810)	5,810	0
National Counties BS		5,000,000		4,044	5,004,044
Mansfield BS		2,000,000		1,247	2,001,247
<b>Local Authorities</b>					
Surrey Heath	5,000,000	0	(5,009,616)	9,616	0
Cheshire East	5,000,000	0	(5,000,931)	931	0
Dumfries	5,000,000		(5,000,989)	989	0
Salford	5,000,000	0	0	12,554	5,012,554
Doncaster	0	5,000,000	0	12,328	5,012,328
Liverpool	0	5,000,000	0	9,777	5,009,777
Stockport	0	5,000,000	0	14,380	5,014,380
Gwent	0	2,000,000	0	1,374	2,001,374
Broxtowe	0	2,000,000	0	39	2,000,039
Kingston Upon Hull	0	5,000,000	0	888	5,000,888
Eastleigh	0	4,000,000	0	301	4,000,301
North Kesteven	0	2,000,000	0	72	2,000,072
	25,000,000	37,000,000	(20,017,346)	74,351	42,057,005

The investments have been made in accordance with the Council's Treasury Management Strategy.

### **Interest Received**

The performance of these investments is as follows:

	6 months	6 months	6 months
	Actual	Budget	Variance
Interest generated	£90,018	£43,090	£46,929
Average rate of interest	0.36%	0.25%	0.11%
Bank of England base rate	0.25%	0.25%	0.00%

Interest rates offered by most institutions remain low. However, we are currently performing better than expected and should this continue, budgets will be adjusted accordingly.

### **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 2017/18	Approved limits 2017/18
Authorised Limit (total Council external borrowing limit)	115,316,758	119,999,000
Operational Boundary	110,316,758	114,999,000