

Activity 2017/18

PWLB Borrowing

The Council has not taken any new loans from the PWLB during the first three 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: -

PWLB Borrowing Term	Maturity Profile 30-Jun-17
	£
12 Months	1,000,000
1-2 years	0
2-5 years	8,700,000
5-10 years	19,600,000
10-15 years	16,000,000
over 15 years	57,800,000
Total PWLB Debt	103,100,000

At 30 June 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 three 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. No interest charges were incurred during the first three months on overdrawn bank balances. At 30 June 2017 the only temporary borrowing undertaken by the Council was £509,477.61 which is the investment balances held on behalf of Parish Councils.

Temporary Investments

The following tables show the investments and interest earned to 30 June 2017:

Investments on call

Counterparty	Balance at 1/4/17	Deposits	Withdrawals	Interest received	Balance at 30/06/17
	£	£	£	£	£
BNP Paribas (MMF)	5,000,000	0	0	3,519	5,003,519
Standard Life (MMF)	5,000,000	5,000,000	(5,000,000)	2,154	5,002,154
Aberdeen (MMF)	2,000,000	2,000,000	(4,000,064)	64	0
Invesco (MMF)	5,000,000	5,000,000	(6,000,000)	3,072	4,003,072
	17,000,000	12,000,000	(15,000,064)	8,809	14,008,745

Treasury Management Update**APPENDIX 4****Fixed-term investments**

Counterparty	Balance at 1/4/17	Deposits	Withdrawals	Interest received	Balance at 30/06/17
	£	£	£	£	£
Banks / Building Societies					
Nationwide BS	5,000,000			5,235	5,005,235
Local Authorities					
Surrey Heath	5,000,000	0	0	5,609	5,005,609
Cheshire East	5,000,000	0	(5,000,931)	931	0
Dumfries	5,000,000		(5,000,989)	989	0
Salford	5,000,000			6,233	5,006,233
Doncaster	0	5,000,000		5,424	5,005,424
Liverpool	0	5,000,000		4,359	5,004,359
Stockport	0	5,000,000		7,071	5,007,071
	25,000,000	15,000,000	(10,001,920)	35,851	30,033,931

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

Interest Received

The performance of these investments is as follows:

	Quarter 1	3 months Budget
Interest generated	£44,660	£21,545
Average rate of interest	0.35%	0.25%
Bank of England base rate	0.25%	0.25%

Interest rates offered by most institutions remain low.

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)	115,106,113	119,999,000
Operational Boundary	110,106,113	114,999,000