

# Meeting of the City Council

## 20 September 2017

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|--|---|--|
| <b>Report title</b>                            | Treasury Management – Annual Report 2016-17 and Activity Monitoring Quarter One 2017-18 |  |
| <b>Referring body</b>                          | Cabinet, 19 July 2017   |  |
| <b>Councillor to present report</b>            | Councillor Andrew Johnson   |  |
| <b>Wards affected</b>                          | All   |  |
| <b>Cabinet Member with lead responsibility</b> | Councillor Andrew Johnson, Resources  |  |
| <b>Accountable director</b>                    | Claire Nye, Director of Finance   |  |
| <b>Originating service</b>                     | Strategic Finance   |  |
| <b>Accountable employee(s)</b>                 | Michelle Howell   | Finance Business Partner   |
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| <b>Report to be/has been considered by</b>     | Strategic Executive Board   | 4 July 2017  |
|  | Cabinet   | 19 July 2017   |
|  | Confident Capable Council Scrutiny Panel  | 27 September 2017  |

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### Recommendation(s) for action or decision:

The Council is recommended to:

1. Approve the revised Minimum Revenue Provision (MRP) statement setting out the method used to calculate MRP for 2017-2018, in particular, the change regarding investment assets which is being backdated to 1 April 2013, as set out in appendix F of the report.

**Recommendations for noting:**

The Council is asked to note:

1. The Council operated within the approved Prudential and Treasury Management Indicators, and also within the requirements set out in the Council's approved Treasury Management Policy Statement during 2016-17.
2. Revenue savings of £1.7 million for the General Fund and £2.5 million for the Housing Revenue Account were generated from treasury management activities in 2016-17.
3. Revenue savings of £810,000 for the General Fund and £329,000 for the Housing Revenue Account are forecast from treasury management activities in 2017-18.

## **1.0 Purpose**

- 1.1 To provide Council with the results of treasury management activities carried out in 2016-17, together with performance against the Prudential Indicators previously approved by Council. It also provides a monitoring and progress report on treasury management activity for the first quarter of 2017-18, in line with the Prudential Indicators approved by Council in March 2017.

## **2.0 Background**

- 2.1 On 19 July 2017 Cabinet considered a report on 'Treasury management – Annual Report 2016-17 and Activity Monitoring Quarter One 2017-18'.

- 2.2 Copies of the report have been supplied to Councillors and can also be accessed online on the Council's website. [click here to access the report.](#)

- 2.3 Cabinet recommended to Council that it approves:

1. The revised Minimum Revenue Provision (MRP) statement setting out the method used to calculate MRP for 2017-2018, in particular, the change regarding investment assets which is being backdated to 1 April 2013, as set out in appendix F of the report.

- 2.4 Cabinet recommended to Council that it notes:

1. The Council operated within the approved Prudential and Treasury Management Indicators, and also within the requirements set out in the Council's approved Treasury Management Policy Statement during 2016-2017.
2. Revenue savings of £1.7 million for the General Fund and £2.5 million for the Housing Revenue Account were generated from treasury management activities in 2016-2017.
3. Revenue savings of £810,000 for the General Fund and £329,000 for the Housing Revenue Account are forecast from treasury management activities in 2017-2018.

## **3.0 Financial implications**

- 3.1 The financial implications are detailed in the Cabinet report of 19 July 2017.

[SH/25072017/G]

## **4.0 Legal implications**

- 4.1 The legal implications are detailed in the Cabinet report of 19 July 2017.

[Legal Code: TS/25072017/R]

**5.0 Equalities implications**

5.1 The equalities implications are detailed in the Cabinet report of 19 July 2017.

**6.0 Environmental implications**

6.1 The environmental implications are detailed in the Cabinet report of 19 July 2017.

**7.0 Human resources implications**

7.1 The human resources implications are detailed in the Cabinet report of 19 July 2017.

**8.0 Corporate landlord implications**

8.1 The Corporate Landlord implications are detailed in the Cabinet report of 19 July 2017.

**9.0 Schedule of background papers**

9.1 19 July 2017 Cabinet report – Treasury Management – Annual Report 2016-2017 and Activity Monitoring Quarter One 2017-2018