

Meeting of the City Council

17 July 2019

Report title	Treasury Management – Annual Report 2018-2019 and Activity Monitoring Quarter One 2019-2020	
Referring body	Cabinet, 10 July 2019	
Councillor to present report	Councillor Louise Miles	
Wards affected	All Wards	
Cabinet Member with lead responsibility	Councillor Louise Miles Resources	
Accountable director	Claire Nye, Director of Finance	
Originating service	Strategic Finance	
Accountable employee	Alison Shannon	Chief Accountant
	Tel	01902 554561
	Email	Alison.Shannon@wolverhampton.gov.uk
Report to be/has been considered by	Cabinet	10 July 2019
	Our Council Scrutiny Panel	4 September 2019

Recommendations for noting:

The Council is asked to note:

1. That 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 2018-2019.
2. That a revenue net overspend of £2.2 million for the General Revenue Account and an underspend of £195,000 for the Housing Revenue Account were generated from treasury management activities in 2018-2019.
3. A break even position for the General Revenue Account and an underspend of £910,000 for the Housing Revenue Account are forecast from treasury management activities in 2019-2020.

1.0 Purpose

- 1.1 To provide Council with the results of treasury management activities carried out in 2018-2019, 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 2019-2020, in line with the Prudential Indicators approved by Council in March 2019.

2.0 Background

- 2.1 On 10 July 2019 Cabinet will consider a report on 'Treasury Management – Annual Report 2018-2019 and Activity Monitoring Quarter One 2019-2020'.
- 2.2 Copies of the report have been supplied to Councillors and can also be accessed online on the Council's website [here](#).

Councillors are asked to refer to the report when considering the recommendations from Cabinet.

- 2.3 Cabinet has been recommended to recommend that Council 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 2018-2019.
 2. That a revenue net overspend of £2.2 million for the General Revenue Account and an underspend of £195,000 for the Housing Revenue Account were generated from treasury management activities in 2018-2019.
 3. A break even position for the General Revenue Account and an underspend of £910,000 for the Housing Revenue Account are forecast from treasury management activities in 2019-2020.
- 2.4 Cabinet will be recommended to note:
1. That £1.4 million was drawn down from the Treasury Management Equalisation Reserve in 2018-2019 in line with the approved budget.
 2. That during 2018-2019, it was projected that there would be an overspend against the General Revenue Account Treasury Management budget in the region of £2.0 million, primarily as a result of an increase in Minimum Revenue Provision charges following a review. Cabinet (Resources) Panel approved that the overspend could be met by a further draw down from the Treasury Management Equalisation Reserve, however, due to other underspends across the Corporate Directorate this was not required.

3.0 Financial implications

3.1 The financial implications are detailed in the Cabinet report of 10 July 2019.

4.0 Legal implications

4.1 The legal implications are detailed in the Cabinet report of 10 July 2019.

5.0 Equalities implications

5.1 The equalities implications are detailed in the Cabinet report of 10 July 2019.

6.0 Environmental implications

6.1 The environmental implications are detailed in the Cabinet report of 10 July 2019.

7.0 Human resources implications

7.1 The human resources implications are detailed in the Cabinet report of 10 July 2019.

8.0 Corporate Landlord implications

8.1 The Corporate Landlord implications are detailed in the Cabinet report of 10 July 2019.

9.0 Health and Wellbeing implications

9.1 The health and wellbeing implications are detailed in the Cabinet report of 10 July 2019.

10.0 Schedule of background papers

10.1 Cabinet report of 10 July 2019.