

COUNCIL – 21ST FEBRUARY 2022

Report of the Cabinet

ITEM 6.2 CAPITAL STRATEGY, TREASURY MANAGEMENT STRATEGY STATEMENT, ANNUAL INVESTMENT STRATEGY AND MINIMUM REVENUE PROVISION POLICY 2022/23

Purpose of Report

To set out a Capital Strategy, the Treasury Management Strategy Statement, the Annual Investment Strategy and Minimum Revenue Provision (MRP) Policy for 2022/23 for consideration and approval.

Recommendations

1. That the Capital Strategy, as set out at Appendix A of the report (attached as an Annex), be approved.
2. That the Treasury Management Strategy Statement, Annual Investment Strategy and Minimum Revenue Provision Policy as shown at Appendix B of the report (attached as an Annex), be approved.
3. That the Prudential and Treasury Indicators, also set out in Appendix B of the report (attached as an Annex), be approved.

Reasons

1. To enable the Council to comply with the statutory code of practice issued by CIPFA: 'The Prudential Code for Capital Finance in Local Authorities, 2017 Edition'.
2. To ensure that the Council's governance and management procedures for Treasury Management reflect best practice and comply with the CIPFA Treasury Management in the Public Services Code of Practice, Guidance Notes and Treasury Management Policy Statement.
3. To ensure that funding of capital expenditure is taken within the totality of the Council's financial position and that borrowing and investment is only carried out with proper regard to the Prudential Code for Capital Finance in Local Authorities.

Policy Justification and Previous Decisions

Policy justification detailed in the attached Annex.

At its meeting on 10th February 2022, the Cabinet considered a report of the Head of Financial Services setting out a Capital Strategy, the Treasury Management Strategy Statement, the Annual Investment Strategy and Minimum Revenue Provision (MRP) Policy for 2022/23, for recommendation to Council. A copy of that report is attached as an Annex.

The following minute extract details Cabinet's consideration of the matter:

80. CAPITAL STRATEGY, TREASURY MANAGEMENT STRATEGY STATEMENT, MINIMUM REVENUE PROVISION POLICY AND ANNUAL INVESTMENT STRATEGY 2022-23

Considered, a report of the Head of Financial Services setting out the Capital Strategy, Treasury Management Strategy Statement, Minimum Revenue Provision Policy and Annual Investment Strategy for 2022-23, for recommendation to Council (item 8 on the agenda filed with these minutes).

The Strategic Director; Environmental and Corporate Services and the Head of Financial Services assisted with consideration of the report.

RESOLVED

1. *that the Capital Strategy, as set out at Appendix A of the report, be approved and **recommended to Council**;*
2. *that the Treasury Management Strategy Statement, Annual Investment Strategy and Minimum Revenue Provision Policy as shown at Appendix B of the report, be approved and **recommended to Council**;*
3. *that the Prudential and Treasury Indicators, also set out in Appendix B of the report, be approved and **recommended to Council**.*

Reasons

2. *To enable the Council to comply with the statutory code of practice issued by CIPFA: 'The Prudential Code for Capital Finance in Local Authorities, 2017 Edition'.*
2. *To ensure that the Council's governance and management procedures for Treasury Management reflect best practice and comply with the CIPFA Treasury Management in the Public Services Code of Practice, Guidance Notes and Treasury Management Policy Statement.*
3. *To ensure that funding of capital expenditure is taken within the totality of the Council's financial position and that borrowing and investment is only carried out with proper regard to the Prudential Code for Capital Finance in Local Authorities.*

Implementation Timetable including Future Decisions and Scrutiny

As detailed in the attached Annex.

The report of the Head of Financial Services on this matter will be considered by the Audit Committee at its meeting on 15th February 2022. Any recommendations and observations of the Audit Committee will be reported to Council.

Report Implications

As detailed in the attached Annex.

Key Decision: Yes

Background Papers: No additional background papers.

Officer to Contact: Lesley Tansey
Head of Financial Services
01509 634828
lesley.tansey@charnwood.gov.uk

Simon Jackson
Strategic Director; Environmental and
Corporate Services
01509 634699
simon.jackson@charnwood.gov.uk