



# Sussex Police & Crime Commissioner

## Decision Notice

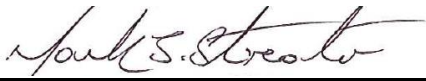
To	Sussex Police and Crime Commissioner
From	Iain McCulloch Chief Finance Officer
Reference	031/2021
Subject	Treasury Management Mid-Year Report 2021/22
Date	16 December 2021
Recommendation	To approve the Treasury Management Mid-Year Report 2021/22
Is the decision of significant public interest	No
Summary of reasons for decision	<p>The CIPFA (Chartered Institute of Public Finance and Accountancy) Code of Practice for Treasury Management recommends that those charged with governance and scrutiny receive regular updates on treasury management activity. The report presents the performance up to and including 31 October 2021.</p> <p>The Police and Crime Commissioner for Sussex – 2021/22 Treasury Management Strategy Statement can be found on the Police and Crime Commissioner’s website <a href="#">here</a>.</p>
Consultation undertaken	<a href="#">The report</a> was presented to the <a href="#">Joint Audit Committee</a> on 14 December 2021 and recommended for approval by the PCC.
Approved by legal adviser (if appropriate)	N/A
Approved by finance (if appropriate)	Approved by Iain McCulloch, Chief Finance Officer

Background papers	The full report is published on the Sussex PCC website - See Joint Audit Committee Report <a href="#">15 December 2020 Agenda Item 16 at this link.</a>
Communication and media	None
Financial implications	<p>In summary:</p> <ul style="list-style-type: none"> <li>• £30.4m of investments were held at 31 October 2021.</li> <li>• Interest of £0.035m was received which was £0.053m less than expected to 31 October.</li> <li>• Gross investment return of 0.15% was achieved for the 7 months to 31 October against 7-day LIBID of 0.04%.</li> <li>• Interest rates on many investments are now so low that for some short term deposits the transaction costs exceed the interest that could be earned. The Treasury Management Team evaluate each potential investment transaction on a case-by-case basis.</li> <li>• The last benchmark report was as at 30 September when the benchmark for other police bodies within our benchmarking group was 0.13% and the group as a whole was 0.21%. The PCC for Sussex was 0.29% at that date which is more than other similar organisations although lower than our previous experience due to a smaller portfolio and lower rates resulting from less long-term fixed rates.</li> <li>• The Bank of England Base Rate has remained at 0.10% since 19 March 2020.</li> <li>• No new long-term borrowing was taken during the 7 months to 31 October, maintaining the loan balance at £4.5m, however it is anticipated that new long term loans will be taken in December this financial year to support the capital programme financing.</li> <li>• There was no change in the Capital Financing Requirement and other Prudential Indicators are within approved limits.</li> </ul>

Identified risks	None
Equality Assessment	NA



Signed \_\_\_\_\_ Date 16.12.21  
Police and Crime Commissioner for Sussex



Signed \_\_\_\_\_ Date: 16.12.21  
Chief Executive



Signed \_\_\_\_\_ Date: 16.12.21  
Chief Finance Officer