

THE VALE OF GLAMORGAN COUNCIL

COUNCIL: 6<sup>TH</sup> MARCH, 2024

REFERENCE FROM CABINET: 29<sup>TH</sup> FEBRUARY, 2024

**“C262 TREASURY MANAGEMENT AND INVESTMENT STRATEGY  
2024/25 AND UPDATE 2023/24 (EL/PR) (SCRUTINY – CORPORATE  
PERFORMANCE AND RESOURCES) –**

The Leader presented the report, the purpose of which was to provide an interim report on the Council’s Treasury Management operations for the period 1st April to 31st December, 2023 and to submit for consideration the proposed 2024/25 Treasury Management and Investment Strategy and Treasury Management Policy.

Councillors had received a briefing on Treasury Management which they were able to attend in person and also view online as Treasury Management was crucially important to the sustainability of the Council.

This was a matter for Executive decision.

Cabinet, having considered the report and all the issues and implications contained therein

RESOLVED –

(1) T H A T the Treasury Management interim report for the period 1st April to 31st December, 2023 be noted.

(2) T H A T policy for making Minimum Revenue Provision in 2024/25 be approved.

(3) T H A T the proposed 2024/25 Treasury Management and Investment Strategy be approved, including the following specific resolutions (detailed in Appendix 1).

- The Authorised Limit for External Debt be set at £240.969m for 2023/24, £271.200m for 2024/25, £303.939m for 2025/26 and £336.893m for 2026/27.
- The Operational Boundary for External Debt be set at £226.147m for 2023/24, £255.687 for 2024/25, £287.406m for 2025/26 and £320.338m for 2026/27.
- The Section 151 Officer be given delegated authority within the total Authorised Limit and Operational Boundary as estimated for individual years to effect movement between the separately agreed limits for borrowing and other long term liabilities.

- An upper limit of £0m for 2023/24, £10m for 2024/25, £10m in 2025/26 and £10m in 2026/27 be set for total principal sums invested for over 364 days.
- The amount of projected borrowing that was fixed rate maturing in each period as a percentage of total projected borrowing that was fixed rate for 2024/25 be set as:

Table 1 – Upper and lower Limits for fixed rate borrowing

	Upper Limit	Lower Limit
Under 12 months	20%	0%
12 months and within 24 months	20%	0%
24 months and within 5 years	30%	0%
5 years and within 10 years	40%	0%
10 years and above	100%	0%

- (4) T H A T Prudential Indicators set out in Appendix 1 to the report be approved.
- (5) T H A T the Treasury Management Policy Statement set out in Appendix 2 to the report be approved.
- (6) T H A T use of the urgent decision procedure as set out in Section 15.14 of the Council's Constitution be approved in order for the Treasury Management and Investment Strategy 2024/25 and Update for 2023/24 to be considered by Full Council on 6th March, 2024.

#### Reasons for decisions

- (1) To present the Treasury Management Interim Report.
- (2) To agree the basis of the Minimum Revenue Provision calculation for 2024/25.
- (3-5) In order for the Treasury Management and Annual Investment Strategy as prepared be approved as required by the Local Government Act 2003.
- (6) To allow the Treasury Management and Investment Strategy 2024/25 and Update for 2023/24 to be referred to Full Council on 6th March, 2024 for consideration and approval.”