

## Summary of Treasury Management Activity - April to September 2020

## Investment Activity August to September 2020

|                                  | Credit Rating | 01-Aug-20<br>£'000 | Investments   |                 | 30-Sep-20<br>£'000 |
|----------------------------------|---------------|--------------------|---------------|-----------------|--------------------|
|                                  |               |                    | Made<br>£'000 | Repaid<br>£'000 |                    |
| <b>Specified investments</b>     |               |                    |               |                 |                    |
| Call Accounts                    | AA            | 2,000              | 3,092         | (2,280)         | 2,812              |
| Call Accounts                    | A+/A/A-       | 4,302              | 1,894         | (1,212)         | 4,984              |
| Notice Accounts (DMO)            | AA-           | 0                  | 0             | 0               | 0                  |
| Money Market Funds               | AAA           | 11,475             | 10,065        | (11,410)        | 10,130             |
| <b>Non specified investments</b> |               |                    |               |                 |                    |
| Equity Shares                    | Not rated     | 11                 | 0             | 0               | 11                 |
| <b>Total</b>                     |               | <b>17,788</b>      | <b>15,051</b> | <b>(14,902)</b> | <b>17,937</b>      |

## Investment Activity 2020-21 year to date

|                                  | Credit Rating | 01-Apr-20<br>£'000 | Investments    |                  | 30-Sep-20<br>£'000 |
|----------------------------------|---------------|--------------------|----------------|------------------|--------------------|
|                                  |               |                    | Made<br>£'000  | Repaid<br>£'000  |                    |
| <b>Specified Investments</b>     |               |                    |                |                  |                    |
| Call Accounts                    | AA-           | 1,386              | 9,641          | (8,215)          | 2,812              |
| Call Accounts                    | A+/A/A-       | 1,750              | 12,106         | (8,872)          | 4,984              |
| Notice Accounts (DMO)            | AA-           | 0                  | 92,415         | (92,415)         | 0                  |
| Money Market Funds               | AAA           | 5,856              | 39,719         | (35,445)         | 10,130             |
| <b>Non Specified Investments</b> |               |                    |                |                  |                    |
| Equity Shares                    | Not rated     | 11                 | 0              | 0                | 11                 |
|                                  |               | <b>9,003</b>       | <b>153,881</b> | <b>(144,947)</b> | <b>17,937</b>      |

**Comment:**

At 30 September 2020 investment balances totalled £17.937m. This compares with a balance of £9.003m at 31 March 2020 and £17.788m at 31 July 2020. The average investment balance during the period was £20.139m. The average daily investment for first six months of 2020/21 was £23,758m. This compares with an average of the corresponding period last year was £11.607m. Underpinning this increase in average investment balances during the period were cash flows associated with the range of measures implemented by central government in response to COVID-19. In accordance with the Council's approved Investment Strategy, all investments made during the period and year to date were restricted to approved investment instruments with counterparties holding minimum credit ratings of A-. The term of all investments made did not exceed the maximum permitted durations determined by reference to the creditworthiness of the counterparty.

## Borrowing Activity August to September 2020

|                    | 01-Aug-20     | New Borrowing<br>£'000 | Borrowing Repaid<br>£'000 | 30-Sep-20     |
|--------------------|---------------|------------------------|---------------------------|---------------|
| <b>Long-term</b>   |               |                        |                           |               |
| PWLB – fixed rates | 17,165        | 0                      | (259)                     | 16,906        |
| <b>Short-term</b>  |               |                        |                           |               |
| Local Bonds        | 31            | 0                      | 0                         | 31            |
| Trust Funds        | 54            | 0                      | 0                         | 54            |
|                    | <b>17,250</b> | <b>0</b>               | <b>(259)</b>              | <b>16,991</b> |

## Borrowing Activity 2020-21 year to date

|                    | 01-Apr-20<br>£'000 | New Borrowing<br>£'000 | Borrowing Repaid<br>£'000 | 30-Sep-20<br>£'000 |
|--------------------|--------------------|------------------------|---------------------------|--------------------|
| <b>Long-term</b>   |                    |                        |                           |                    |
| PWLB – fixed rates | 17,247             | 0                      | (341)                     | 16,906             |
| <b>Short-term</b>  |                    |                        |                           |                    |
| Local Bonds        | 31                 | 0                      | 0                         | 31                 |
| Trust Funds        | 54                 | 0                      | 0                         | 54                 |
|                    | <b>17,332</b>      | <b>0</b>               | <b>(341)</b>              | <b>16,991</b>      |

**Comment:**

No new borrowing or rescheduling of existing loans took place during August and September 2020. At 30 September 2020 the total premature redemption premium payable was £18.09m. (31 March 2020: £18.38m)

### Composition of PWLB loans portfolio

|                             | 30 Sept<br>2020<br>£'000 | 31 July<br>2020<br>£'000 | 31 Mar<br>2020<br>£'000 | 31 Dec<br>2019<br>£'000 | 30 Sept<br>2019<br>£'000 |
|-----------------------------|--------------------------|--------------------------|-------------------------|-------------------------|--------------------------|
| Maturity loans              | 8,000                    | 8,000                    | 8,000                   | 8,000                   | 8,000                    |
| Annuity loans               | 1,504                    | 1,505                    | 1,547                   | 1,554                   | 1,588                    |
| EIP Loans                   | 7,402                    | 7,660                    | 7,700                   | 5,320                   | 5,320                    |
| <b>Total</b>                | <b>16,906</b>            | <b>17,165</b>            | <b>17,247</b>           | <b>14,874</b>           | <b>14,908</b>            |
| Redemption Value*           | 35,267                   | 36,258                   | 35,832                  | 29,951                  | 32,301                   |
| Average interest %          | 5.01%                    | 4.97%                    | 4.97%                   | 5.46%                   | 5.47%                    |
| Average maturity (Yrs)      | 25                       | 25                       | 25                      | 28                      | 29                       |
| Weighted average life (Yrs) | 21                       | 21                       | 21                      | 24                      | 25                       |

\* including accrued interest

### Maturity profile of borrowing (inc non PWLB)

|                    | 30 Sept<br>2020<br>£'000 | 31 July<br>2020<br>£'000 | 31 Mar<br>2020<br>£'000 | 31 Dec<br>2019<br>£'000 | 30 Sept<br>2019<br>£'000 |
|--------------------|--------------------------|--------------------------|-------------------------|-------------------------|--------------------------|
| Less than 1 year   | 773                      | 773                      | 769                     | 411                     | 408                      |
| Between 1 & 2yrs   | 696                      | 696                      | 692                     | 334                     | 331                      |
| Between 2 & 5yrs   | 2,145                    | 2,145                    | 2,131                   | 1,057                   | 1,045                    |
| Between 5 & 10yrs  | 2,495                    | 2,672                    | 2,668                   | 1,954                   | 1,948                    |
| Between 10 & 20yrs | 2,601                    | 2,604                    | 2,672                   | 2,683                   | 2,741                    |
| Between 20 & 30yrs | 280                      | 360                      | 400                     | 520                     | 520                      |
| Between 30 & 40yrs | 8,000                    | 8,000                    | 8,000                   | 8,000                   | 8,000                    |
| Between 40 & 50yrs |                          |                          | 0                       | 0                       | 0                        |
|                    |                          |                          |                         |                         |                          |
|                    | <b>16,990</b>            | <b>17,250</b>            | <b>17,332</b>           | <b>14,959</b>           | <b>14,993</b>            |