



**To:** Joint Audit Committee

**From:** PCC Chief Finance Officer

**Date:** 29 June 2017

## **TREASURY MANAGEMENT STRATEGY 2017/18**

### **1. Purpose**

1.1. This report updates the Joint Audit Committee (“the Committee”) on recent developments to the Treasury Management Strategy Statement (TMSS) for 2017/18.

### **2. Recommendation**

2.1 The Committee is invited to note the report.

### **3. Background**

3.1 The Office of the Police and Crime Commissioner is required to have a Treasury Management Strategy in place, which is reviewed annually. CIPFA defines treasury management as *“The management of the local authority’s investments and cash flows, its banking, money market and capital market transactions; the effective control of the risks associated with those activities; and the pursuit of optimum performance consistent with those risks.”*

3.2 The 2016/17 Treasury Management Strategy is at Appendix 1 to this report.

### **4. Review of Treasury Management Strategy 2017/18**

4.1 The Commissioner’s CFO has reviewed and revisited counterparty credit ratings and time limits on investments during the production of the Treasury Management Strategy for 2017/18. Given the current economic uncertainty surrounding Brexit, the future of police funding and emerging cost pressures for 2018/19 and beyond, no change to time limits on investments or credit ratings is proposed for 2017/18 and it is recommended that the current treasury management strategy is maintained.

**5. Recommendation**

- 5.1 The Committee is invited to note the report and the updated Treasury Management Strategy Statement.

**BIBLIOGRAPHY**

<b>Source Documents</b>	Treasury Management Strategy Statement 2017/18
<b>Contact Officers</b>	Matthew Warren, Acting Chief Finance Officer, Office of Police and Crime Commissioner