

DECISION NUMBER: PCCG-2015-077

OFFICE OF THE POLICE & CRIME COMMISSIONER

TITLE: Treasury Management 2015/16 Update Report

DATE: 14th December 2015

TIMING: Routine

PURPOSE: For monitoring

1. RECOMMENDATION

1.1 To monitor the Treasury Management Activity for the period 1st April 2015 to 31st October 2015.

2. INTRODUCTION & BACKGROUND

2.1 Treasury Management Activity is reported twice yearly to Joint Audit Committee (JAC) Members. This is the first Treasury Management Activity report in 2015/16.

2.2 Treasury Management Activity includes investment and borrowing transactions.

2.3 The Treasury Management six month update report was considered by the Joint Audit Committee at their meeting on 3rd December 2015.

3. ISSUES FOR CONSIDERATION

3.1 INVESTMENTS

3.1.1 Appendix 1 summarises investments on deposit with counterparties as at 31st October 2015. The listing shows that the Police and Crime Commissioner's (PCC's) current investment portfolio totals £55.0m. On maturity these deposits will earn an average rate of return of 0.397%, which will amount to £0.135m of earned interest income. This shows an increase on the same position last year (£0.075m).



3.1.2 The current investment portfolio composition is shown in Table 1 below:

Table 1

<u>Counterparty</u>	<u>Deposit £'m</u>	<u>Portfolio %</u>
UK DMO	0.00	0.0
Banks & Building Societies	3.00	5.5
Local Authorities	52.00	94.5
	55.00	100.0

3.1.3	As per the 2015/16 Treasury Management Strategy all investment deposits are with counterparties that have at least an "F1/P1/A1" short term credit rating (Fitch, Moody's and Standard and Poor's).												
3.1.4	No single deposit exceeds a time limit of 364 days. There are currently three deposits, which on maturity will have been on deposit for 364 days. These are with Warrington CC - £5m (deposits of £2m and £3m) and Thurrock BC - £5m. On maturity these deposits will earn interest of £0.055m.												
3.1.5	In addition, no single or multiple deposits with a single counterparty exceeded the money limit of £3m for Banks and Building Societies and £10m for Local Authorities. There is no money limit for investments with the UK DMO.												
3.1.6	Appendix 2 details investment deposits made and repaid during the period 1 st April 2015 to 31 st October 2015. Investment interest earned on matured deposits during this period totalled £0.075m on a cash basis. The average rate of return on these deposits was 0.394%. For the financial year 2014/15 the weighted average rate of return on investment deposits was 0.353%.												
3.2	<u>BORROWING</u>												
3.2.1	The borrowing position and portfolio as at 31 st October 2015 is shown in Table 2 below: <u>Table 2</u>												
	<table border="1"> <thead> <tr> <th><u>Lender</u></th> <th><u>Amount Borrowed £'m</u></th> <th><u>Annual Interest Rate %</u></th> </tr> </thead> <tbody> <tr> <td>Public Works Loan Board (PWLB)</td> <td>4.26</td> <td>5.85</td> </tr> <tr> <td>Newport City Council</td> <td>0.73</td> <td>6.62</td> </tr> <tr> <td></td> <td>4.99</td> <td></td> </tr> </tbody> </table>	<u>Lender</u>	<u>Amount Borrowed £'m</u>	<u>Annual Interest Rate %</u>	Public Works Loan Board (PWLB)	4.26	5.85	Newport City Council	0.73	6.62		4.99	
<u>Lender</u>	<u>Amount Borrowed £'m</u>	<u>Annual Interest Rate %</u>											
Public Works Loan Board (PWLB)	4.26	5.85											
Newport City Council	0.73	6.62											
	4.99												
3.2.2	The PCC is repaying the interest on a quarterly basis on the principal amount due on each of the 13 PWLB loans outstanding. Repayment of the first principal amount is due on the 13 th June 2020.												
3.2.3	With regard to the loan with Newport City Council, repayments of both the principal and interest amount outstanding are made twice a year on the 30 th September and 31 st March respectively.												
3.2.4	No new borrowing has been taken out during the period 1 st April 2015 to 31 st October 2015.												
3.3	<u>EARLY REPAYMENT OF DEBT</u>												
3.3.1	The PCC continues to monitor the opportunities for the early repayment of debt. The most recent advice (obtained in November 2015) from the PCC's Treasury Management advisors (Capita Treasury Solutions) is that there are marginal annual savings in interest charges payable versus early repayment premiums (similar to the early repayment charge on a mortgage that Members will be familiar with) that could be achieved over the lifetime of each current loan.												

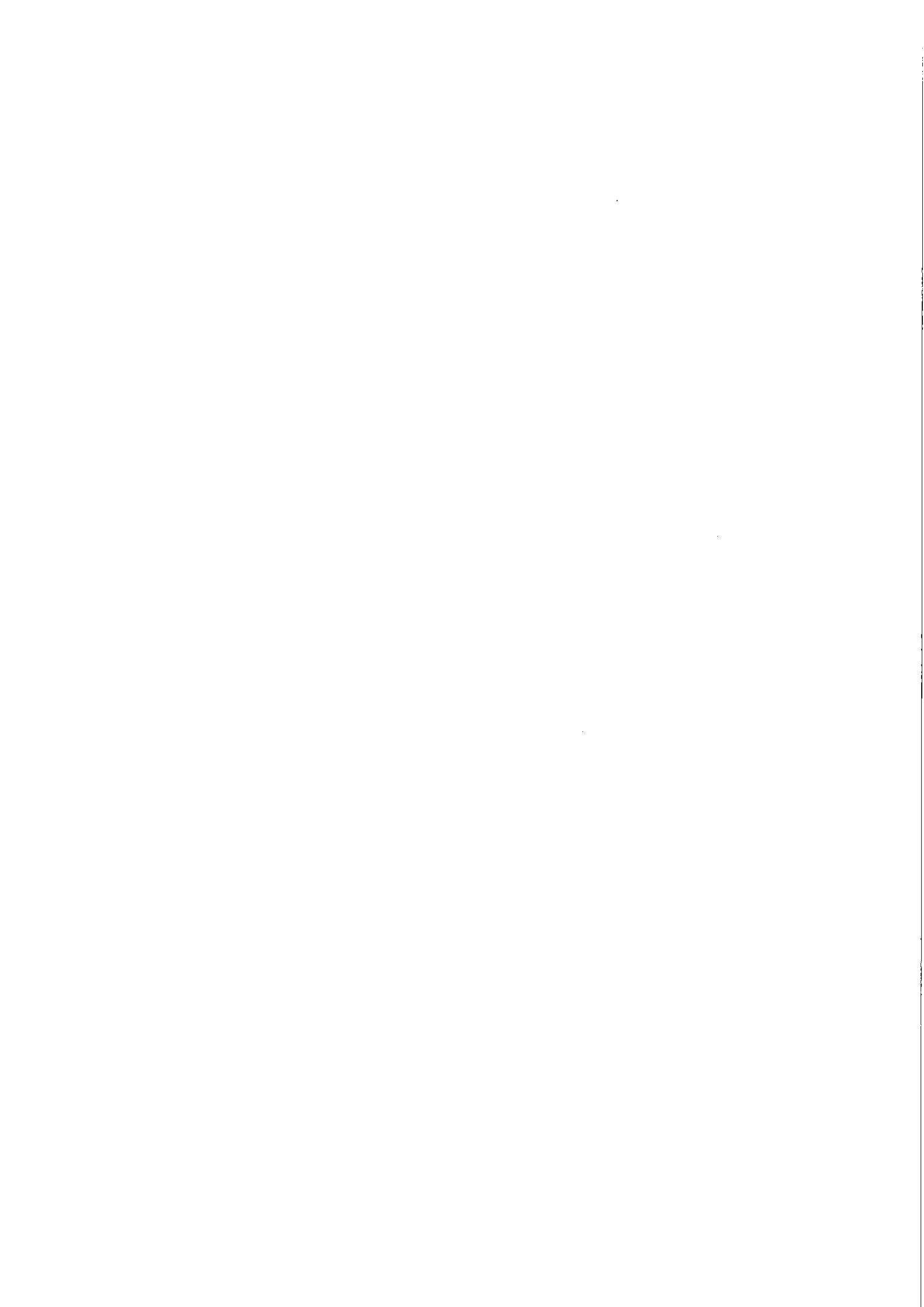
3.3.2	However, these savings could be bettered in the future if the PCC delays any repayment on the grounds of expecting the Bank of England base rate to rise. The rationale for this is that as the Bank of England base rate rises, then the early repayment premiums charged by lenders decrease as lenders are able to loan the returned cash to new borrowers at higher interest rates.
3.3.3	Repayment of any of the PCC's loan debt has therefore been deferred but will continue to be reviewed each month.
3.3.4	Members will be aware that the PCC has an earmarked reserve of £1.187m for the repayment of debt. The CFO to the PCC has agreed that the 'technical accounting entry' to commit this reserve should now take place.
3.3.5	The 'technical accounting entry' known as a Voluntary Revenue Provision (VRP) will therefore be actioned prior to the end of the financial year. This will have the effect of reducing the earmarked reserve to zero whilst at the same time reducing the PCC's Capital Financing Requirement (CFR) by the same amount.
3.3.6	Reducing the CFR by £1.187m will achieve annual savings of £0.047m (£1.187m x 4%) against the PCC's annual revenue budget each financial year as the statutory amount that the PCC is required to set aside to repay debt each year (4% of the CFR) known as the Minimum Revenue Provision will have reduced by this amount.
4.	<u>NEXT STEPS</u>
4.1	That Members note the Treasury Management Activity.
5.	<u>FINANCIAL CONSIDERATIONS</u>
5.1	These are detailed in the report.
6.	<u>PERSONNEL CONSIDERATIONS</u>
6.1	There are no staffing/personnel implications arising from this report.
7.	<u>LEGAL IMPLICATIONS</u>
7.1	There are no legal implications arising from this report.
8.	<u>EQUALITIES AND HUMAN RIGHTS CONSIDERATIONS</u>
8.1	This report has been considered against the general duty to promote equality, as stipulated under the Single Equality Plan and has been assessed not to discriminate against any particular group.
8.2	Consideration has been given to requirements of the Articles contained in the European Convention on Human Rights and the Human Rights Act 1998 in preparing this report.

9.	<u>RISK</u>
9.1	Treasury Management can never be risk free. In borrowing, the risk is that interest payable might be higher than necessary and in lending there is the risk of default on repayment and the risk that a better rate of return could have been achieved. Adherence to the CIPFA Code of Practice on Treasury Management is best practice in terms of balancing risk and return.
10.	<u>PUBLIC INTEREST</u>
10.1	This is a public document.
11.	<u>CONTACT OFFICER</u>
11.1	David Young, Principal Financial Accountant.
12.	<u>APPENDICES</u>
12.1	Appendix 1 – Investments as at 31 st October 2015.  Appendix 1 - Current Investment List.pdf
12.2	Appendix 2 – Analysis of Investments Made and Repaid  Appendix 2 - Loans made and repaid.pdf

Police and Crime Commissioner for Gwent

Investments as at 31st October 2015

Borrower	Principal (£)	Interest Rate	Interest at Maturity (£)	Start Date	Maturity Date
NATIONWIDE BUILDING SOCIETY	1,000,000	0.50%	1,288	31/07/2015	02/11/2015
WARRINGTON BOROUGH COUNCIL	3,000,000	0.60%	17,951	21/01/2015	20/01/2016
WARRINGTON BOROUGH COUNCIL	2,000,000	0.60%	11,967	22/01/2015	21/01/2016
EASTLEIGH BOROUGH COUNCIL	2,000,000	0.40%	3,595	08/06/2015	19/11/2015
EASTLEIGH BOROUGH COUNCIL	1,500,000	0.40%	2,877	08/06/2015	30/11/2015
SWINDON BOROUGH COUNCIL	2,000,000	0.35%	3,452	03/06/2015	30/11/2015
CORNWALL CITY COUNCIL	3,000,000	0.35%	5,121	05/06/2015	30/11/2015
THURROCK BOROUGH COUNCIL	2,000,000	0.41%	5,908	29/06/2015	18/03/2016
CORNWALL CITY COUNCIL	3,000,000	0.40%	8,942	03/07/2015	31/03/2016
PLYMOUTH CITY COUNCIL	3,000,000	0.35%	4,315	03/08/2015	31/12/2015
CONWY COUNTY BOROUGH COUNCIL	3,000,000	0.35%	5,523	21/07/2015	29/01/2016
SWINDON BOROUGH COUNCIL	1,500,000	0.38%	2,545	21/07/2015	31/12/2015
THURROCK BOROUGH COUNCIL	2,500,000	0.38%	4,997	21/07/2015	29/01/2016
SWINDON BOROUGH COUNCIL	2,000,000	0.35%	2,685	31/07/2015	18/12/2015
BLACKBURN WITH DARWEN BOROUGH COUNCIL	2,000,000	0.32%	2,367	05/08/2015	18/12/2015
SWINDON BOROUGH COUNCIL	1,500,000	0.35%	2,963	07/08/2015	29/02/2016
CONWY COUNTY BOROUGH COUNCIL	2,000,000	0.35%	3,951	07/08/2015	29/02/2016
BLACKBURN WITH DARWEN BOROUGH COUNCIL	1,000,000	0.32%	1,166	18/08/2015	29/12/2015
BLACKBURN WITH DARWEN BOROUGH COUNCIL	1,000,000	0.34%	1,528	18/08/2015	29/01/2016
BLACKBURN WITH DARWEN BOROUGH COUNCIL	1,000,000	0.35%	1,803	18/08/2015	22/02/2016
SWINDON BOROUGH COUNCIL	3,000,000	0.38%	6,434	07/09/2015	31/03/2016
CONWY COUNTY BOROUGH COUNCIL	1,000,000	0.31%	1,155	15/09/2015	29/01/2016
THURROCK BOROUGH COUNCIL	5,000,000	0.50%	24,932	30/09/2015	28/09/2016
NATIONWIDE BUILDING SOCIETY	1,000,000	0.46%	781	22/09/2015	23/11/2015
NATIONWIDE BUILDING SOCIETY	1,000,000	0.48%	1,092	07/10/2015	29/12/2015
CONWY COUNTY BOROUGH COUNCIL	2,000,000	0.38%	2,853	15/10/2015	29/02/2016
BLACKBURN WITH DARWEN BOROUGH COUNCIL	2,000,000	0.35%	2,340	20/10/2015	19/02/2016
Total Investments	55,000,000	0.397%	134,529		



Police and Crime Commissioner for Gwent

APPENDIX 2

Analysis of Investments Made and Repaid

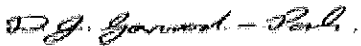

Schedule of transactions relating to temporary lending of monies surplus to immediate requirements which took place during the period 1st April 2015 to 31st October 2015.

Date	Borrower	Agency ratings (short term)		Rate %	Terms	Loans Made	Loans Repaid	Interest Received	Maturity date	Status
		at time of investment	as at 31/10/2015							
	Balance b/f					£ 40,600,000				
April 2015										
Loans made										
07/04/2015	NATIONWIDE BUILDING SOCIETY	F1, P-1, A-1	F1, P-1, A-1	0.540%	Fixed	1,000,000			31/07/2015	REPAID
07/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	1,000,000			13/04/2015	REPAID
07/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	1,000,000			30/04/2015	REPAID
09/04/2015	CORNWALL CITY COUNCIL			0.300%	Fixed	4,000,000			30/10/2015	REPAID
14/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	4,000,000			17/04/2015	REPAID
17/04/2015	SWINDON BOROUGH COUNCIL			0.280%	Fixed	3,500,000			31/07/2015	REPAID
17/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	2,000,000			21/04/2015	REPAID
21/04/2015	KINGSTON UPON HULL			0.320%	Fixed	2,000,000			31/07/2015	REPAID
21/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	500,000			05/05/2015	REPAID
21/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	1,000,000			27/04/2015	REPAID
Loans repaid										
07/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		1,000,000	219		
13/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		1,000,000	41		
17/04/2015	GUILDFORD BOROUGH COUNCIL			0.425%	Fixed		3,000,000	4,453		
17/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		4,000,000	52		
21/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		2,000,000	55		
27/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		1,000,000	41		
30/04/2015	KINGSTON UPON HULL			0.500%	Fixed		1,000,000	1,945		
30/04/2015	PLYMOUTH CITY COUNCIL			0.350%	Fixed		3,000,000	663		
30/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		1,000,000	350		
30/04/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		1,000,000	156		
May 2015										
Loans made										
06/05/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	4,500,000			13/05/2015	REPAID
13/05/2015	PLYMOUTH CITY COUNCIL			0.270%	Fixed	2,000,000			31/07/2015	REPAID
13/05/2015	CONWY COUNTY BOROUGH COUNCIL			0.280%	Fixed	2,000,000			30/09/2015	REPAID
14/05/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	1,500,000			01/06/2015	REPAID
19/05/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	500,000			22/06/2015	REPAID
Loans repaid										
05/05/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		500,000	48		
06/05/2015	NATIONWIDE BUILDING SOCIETY	F1, P-1, A-1	F1, P-1, A-1	0.500%	Fixed		2,000,000	2,438		
13/05/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		4,500,000	216		
29/05/2015	CORNWALL CITY COUNCIL			0.400%	Fixed		3,000,000	6,805		
29/05/2015	SWINDON BOROUGH COUNCIL			0.490%	Fixed		3,500,000	5,895		
June 2015										
Loans made										
08/06/2015	EASTLEIGH BOROUGH COUNCIL			0.400%	Fixed	2,000,000			19/11/2015	
08/06/2015	EASTLEIGH BOROUGH COUNCIL			0.400%	Fixed	1,500,000			30/11/2015	
03/06/2015	SWINDON BOROUGH COUNCIL			0.330%	Fixed	2,000,000			30/11/2015	
05/06/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	750,000			29/06/2015	REPAID
05/06/2015	CORNWALL CITY COUNCIL			0.350%	Fixed	3,000,000			30/11/2015	
16/06/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	2,500,000			29/06/2015	REPAID
29/06/2015	THURROCK BOROUGH COUNCIL			0.410%	Fixed	2,000,000			18/03/2016	
29/06/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	750,000			03/08/2015	REPAID
Loans repaid										
01/06/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		1,500,000	185		
19/06/2015	CONWY COUNTY BOROUGH COUNCIL			0.280%	Fixed		2,000,000	1,476		
22/06/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		500,000	116		
23/06/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		750,000	123		
23/06/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		2,500,000	223		
30/06/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		6,000,000	3,586		
July 2015										
Loans made										
02/07/2015	LONDON BOROUGH OF ISLINGTON			0.550%	Fixed	700,000			03/07/2015	REPAID
03/07/2015	NATIONWIDE BUILDING SOCIETY	F1, P-1, A-1	F1, P-1, A-1	0.450%	Fixed	2,000,000			28/08/2015	REPAID
03/07/2015	LONDON BOROUGH OF ISLINGTON			0.310%	Fixed	4,000,000			30/09/2015	REPAID
03/07/2015	LONDON BOROUGH OF ISLINGTON			0.310%	Fixed	2,000,000			19/10/2015	REPAID
03/07/2015	LONDON BOROUGH OF ISLINGTON			0.310%	Fixed	2,000,000			30/10/2015	REPAID
03/07/2015	CORNWALL CITY COUNCIL			0.400%	Fixed	3,000,000			31/03/2016	
03/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	1,000,000			17/07/2015	REPAID
03/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	500,000			27/07/2015	REPAID
03/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	3,000,000			03/08/2015	REPAID
07/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	5,000,000			21/07/2015	REPAID
07/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	2,000,000			19/08/2015	REPAID
21/07/2015	CONWY COUNTY BOROUGH COUNCIL			0.350%	Fixed	3,000,000			29/01/2016	
21/07/2015	SWINDON BOROUGH COUNCIL			0.380%	Fixed	1,500,000			31/12/2015	
21/07/2015	THURROCK BOROUGH COUNCIL			0.380%	Fixed	2,500,000			29/01/2016	
21/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	500,000			10/08/2015	REPAID
27/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	500,000			21/08/2015	REPAID
31/07/2015	NATIONWIDE BUILDING SOCIETY	F1, P-1, A-1	F1, P-1, A-1	0.500%	Fixed	1,000,000			02/11/2015	
31/07/2015	SWINDON BOROUGH COUNCIL			0.350%	Fixed	2,000,000			16/12/2015	
Loans repaid										
03/07/2015	LONDON BOROUGH OF ISLINGTON			0.550%	Fixed		700,000	11		
17/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		1,000,000	781		
17/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		1,000,000	95		
21/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		5,000,000	479		
27/07/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		500,000	82		
31/07/2015	NATIONWIDE BUILDING SOCIETY	F1, P-1, A-1	F1, P-1, A-1	0.540%	Fixed		1,000,000	1,701		
31/07/2015	SWINDON BOROUGH COUNCIL			0.280%	Fixed		3,500,000	2,819		
31/07/2015	KINGSTON UPON HULL			0.320%	Fixed		2,000,000	1,771		
31/07/2015	PLYMOUTH CITY COUNCIL			0.270%	Fixed		2,000,000	1,169		

Date	Borrower	Agency ratings (short term)		Rate %	Terms	Loans Made	Loans Repaid	Interest Received	Maturity date	Status
		at time of investment	as at 31/03/2015							
August 2015										
Loans made										
03/08/2015	PLYMOUTH CITY COUNCIL			0.350%	Fixed	3,000,000			31/12/2015	
05/08/2015	BLACKBURN WITH DARWEN BOROUGH COUNCIL			0.322%	Fixed	2,000,000			18/12/2015	
07/08/2015	SWINDON BOROUGH COUNCIL			0.350%	Fixed	1,500,000			29/02/2016	
07/08/2015	CONWY COUNTY BOROUGH COUNCIL			0.350%	Fixed	2,000,000			29/02/2016	
06/09/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	250,000			01/09/2015	REPAID
10/09/2015	BLACKBURN WITH DARWEN BOROUGH COUNCIL			0.320%	Fixed	1,000,000			29/12/2015	
10/09/2015	BLACKBURN WITH DARWEN BOROUGH COUNCIL			0.340%	Fixed	1,000,000			29/01/2016	
10/09/2015	BLACKBURN WITH DARWEN BOROUGH COUNCIL			0.350%	Fixed	1,000,000			22/02/2016	
Loans repaid										
03/08/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		750,000	180		
03/08/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		3,000,000	637		
10/09/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		500,000	68		
10/09/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		2,000,000	589		
21/09/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		500,000	86		
28/09/2015	CONWY COUNTY BOROUGH COUNCIL			0.340%	Fixed		1,000,000	1,894		
28/09/2015	SWINDON BOROUGH COUNCIL			0.400%	Fixed		3,000,000	5,753		
28/09/2015	NATIONWIDE BUILDINGS SOCIETY	F1, P-1, A-1	F1, P-1, A-1	0.450%	Fixed		2,000,000	1,381		
September 2015										
Loans made										
07/09/2015	SWINDON BOROUGH COUNCIL			0.390%	Fixed	3,000,000			31/03/2016	
03/09/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	2,000,000			18/09/2015	REPAID
15/09/2015	CONWY COUNTY BOROUGH COUNCIL			0.310%	Fixed	1,000,000			25/01/2016	
30/09/2015	THURROCK BOROUGH COUNCIL			0.500%	Fixed	5,000,000			28/09/2016	
15/09/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	1,000,000			22/09/2015	REPAID
22/09/2015	NATIONWIDE BUILDINGS SOCIETY	F1, P-1, A-1	F1, P-1, A-1	0.450%	Fixed	1,000,000			23/11/2015	
Loans repaid										
01/09/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		250,000	45		
18/09/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		2,000,000	205		
22/09/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		1,000,000	48		
30/09/2015	THURROCK BOROUGH COUNCIL			0.400%	Fixed		5,000,000	10,027		
30/09/2015	CONWY COUNTY BOROUGH COUNCIL			0.280%	Fixed		2,000,000	2,148		
30/09/2015	LONDON BOROUGH OF ISLINGTON			0.310%	Fixed		4,000,000	3,024		
October 2015										
Loans made										
07/10/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	500,000			26/10/2015	REPAID
07/10/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed	2,000,000			15/10/2015	REPAID
07/10/2015	NATIONWIDE BUILDINGS SOCIETY	F1, P-1, A-1	F1, P-1, A-1	0.480%	Fixed	1,000,000			29/12/2015	
15/10/2015	CONWY COUNTY BOROUGH COUNCIL			0.380%	Fixed	2,000,000			29/02/2016	
20/10/2015	BLACKBURN WITH DARWEN BOROUGH COUNCIL			0.350%	Fixed	2,000,000			19/02/2016	
Loans repaid										
15/10/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		2,000,000	110		
19/10/2015	LONDON BOROUGH OF ISLINGTON			0.310%	Fixed		2,000,000	1,835		
28/10/2015	DEBT MANAGEMENT OFFICE			0.250%	Fixed		500,000	85		
30/10/2015	CORNWALL CITY COUNCIL			0.300%	Fixed		4,000,000	6,707		
30/10/2015	LONDON BOROUGH OF ISLINGTON			0.310%	Fixed		2,000,000	2,021		
Balance CIF						153,950,000	98,950,000	75,494		
Average rate of interest received in financial year								0.334%		

Explanation of Credit Ratings

- F1 (Fitch)** Indicates the strongest capacity for timely repayment of financial commitments; may have an added '+' to denote an exceptionally strong credit feature.
- A1 (S&P)** The obligator's capacity to meet its financial commitment on the obligation is strong. With this category, certain obligations are designated with a plus '+' sign. This indicates that the obligator's capacity to meet its financial commitment is extremely strong.
- P1 (Moody's)** Issuers (or supporting institutions) rated Prime - 1 have a superior ability to pay short term debt obligations.

Consultation:	Tick to confirm (if applicable)
Financial The Chief Finance Officer & Deputy Chief Executive has been consulted on this proposal.	This is the Chief Finance Officer and Deputy Chief Executive's Report
OPCC (insert name) The Chief Executive has reviewed the request and is satisfied that it is correct and consistent with the PCC's plans and priorities.	✓
Legal The legal team have been consulted on this proposal.	N/A
Equalities The Equalities Officer has been consulted on this proposal.	N/A
Chief Finance Officer: I have been consulted about the proposal and can confirm that financial, legal, equalities etc... advice has been taken into account in the preparation of this report. I am satisfied that this is an appropriate report to be submitted to the Police and Crime Commissioner for Gwent.	
Signature: 	
Date: 03/12/15	
Police and Crime Commissioner for Gwent I confirm that I have considered whether or not I have any personal or prejudicial interest in this matter and take the proposed decision in compliance with the Code of Conduct. The above request has my approval.	
Signature: 	
Date: 14-12-15	

