

AUDIT COMMITTEE MINUTE 44 OF 13 DECEMBER 2012

TREASURY MANAGEMENT AND STRATEGY 2012/13 – MID-YEAR REVIEW

The Senior Accountant provided the Committee with an update on the Treasury Management and Strategy undertaken for the first half of the year compared with the approved strategy for 2012-13.

In response to questions raised it was reported that –

- a) with regard to receiving money back from the Icelandic Banks, PCC should receive approximately 95 per cent of the Council's investments made with Heritable Bank in the next two years. The full amount should be received from Landsbanki and Glitnir over time and Bevan Brittan were currently working on behalf of the Council and other LA claimants to recover the remaining sums due;
- b) the cost of repaying any debt was currently unaffordable as there were premiums to pay on early repayment. However officers keep this under review so opportunities could be taken at appropriate times;
- c) although the fines were large for both HSBC and Standard Chartered they were still very strong and profitable banks. The main reason for PCC not having funds invested with them was that they were not looking for funding in sizes that would be viable for the Council.

Agreed that the report be noted and presented to full Council in accordance with TMP6.

Note:

The full report in connection with this minute is available on the website

www.plymouth.gov.uk/democracy

or by contacting Democratic Support on 01752 304867