

Teignbridge District Council Treasury Management Mid-Year Review 2024-25

Teignbridge District Council has adopted CIPFA's *Treasury Management in the Public Services: Code of Practice and Cross-Sectoral Guidance Notes 2021 Edition*. One of the requirements is the provision of a mid-year review of treasury management activities.

Activities Undertaken: Daily lending and borrowing from 1 April to 30 September 2024:

Fixed lending - * denotes investment placed in 2023-24 with end date in 2024-25

	Borrower	Rate (%)	Amount	Start date	End date	Days lent April to September	Interest (£)
*	Nationwide	4.63	1,000,000	15/05/2023	13/05/2024	42	5,327.67
*	Lloyds	5.3	1,000,000	22/09/2023	20/09/2024	172	24,975.34
*	Blackpool Council	5.55	3,000,000	15/01/2024	19/04/2024	18	8,210.96
*	West Berkshire Council	5.63	1,000,000	15/01/2024	17/06/2024	77	11,876.99
*	DMO	5.18	3,000,000	15/01/2024	19/04/2024	18	7,663.56
*	Santander	5.3	1,000,000	16/01/2024	15/01/2025	183	26,572.60
*	DMO	5.18	3,000,000	01/02/2024	19/04/2024	18	7,663.56
*	DMO	5.18	1,000,000	09/02/2024	19/04/2024	18	2,554.52
*	DMO	5.19	500,000	15/02/2024	08/04/2024	7	497.67
*	DMO	5.19	1,500,000	15/02/2024	22/04/2024	21	4,479.04
*	DMO	5.19	1,000,000	15/02/2024	23/04/2024	22	3,128.22
*	DMO	5.19	1,500,000	15/02/2024	26/04/2024	25	5,332.19
*	DMO	5.19	1,000,000	01/03/2024	19/04/2024	18	2,559.45
*	DMO	5.19	2,500,000	01/03/2024	26/04/2024	25	8,886.99
*	DMO	5.19	1,000,000	05/03/2024	30/04/2024	29	4,123.56
*	DMO	5.185	500,000	21/03/2024	30/04/2024	29	2,059.79
*	DMO	5.185	500,000	25/03/2024	30/04/2024	29	2,059.79
*	Lloyds	5.29	500,000	27/03/2024	30/04/2024	29	2,101.51
	DMO	5.175	5,000,000	02/04/2024	28/05/2024	56	39,698.63
	DMO	5.19	1,000,000	04/04/2024	05/04/2024	1	142.19
	DMO	5.19	1,000,000	15/04/2024	03/05/2024	18	2,559.45
	DMO	5.19	4,000,000	15/04/2024	20/05/2024	35	19,906.85
	DMO	5.19	1,500,000	15/04/2024	23/05/2024	38	8,104.93
	DMO	5.19	1,000,000	16/04/2024	17/04/2024	1	142.19
	DMO	5.19	1,000,000	17/04/2024	19/04/2024	2	284.38
	DMO	5.195	1,000,000	19/04/2024	28/05/2024	39	5,550.82
	DMO	5.19	1,000,000	25/04/2024	28/05/2024	33	4,692.33
	DMO	5.19	1,000,000	30/04/2024	28/05/2024	28	3,981.37
	DMO	5.195	2,500,000	01/05/2024	28/05/2024	27	9,607.19
	DMO	5.2	2,500,000	01/05/2024	19/06/2024	49	17,452.05
	DMO	5.19	2,000,000	03/05/2024	03/07/2024	61	17,347.40

Appendix 4

Borrower	Rate (%)	Amount	Start date	End date	Days lent April to September	Interest (£)
DMO	5.185	1,000,000	07/05/2024	21/06/2024	45	6,392.47
DMO	5.165	1,000,000	08/05/2024	22/07/2024	75	10,613.01
DMO	5.175	1,000,000	13/05/2024	03/07/2024	51	7,230.82
DMO	5.19	3,000,000	15/05/2024	16/05/2024	1	426.58
DMO	5.19	3,000,000	15/05/2024	03/06/2024	19	8,104.93
DMO	5.175	2,000,000	15/05/2024	03/07/2024	49	13,894.52
DMO	5.18	3,000,000	16/05/2024	03/07/2024	48	20,436.16
Cheshire East Council	5.15	3,000,000	03/06/2024	17/03/2025	120	50,794.52
Aberdeen City Council	5.15	3,000,000	17/06/2024	17/03/2025	106	44,868.49
Blackpool Council	5.25	3,000,000	17/06/2024	18/10/2024	106	45,739.73
DMO	5.18	1,000,000	20/05/2024	03/07/2024	44	6,244.38
DMO	5.2	1,500,000	30/05/2024	03/07/2024	34	7,265.75
DMO	5.205	1,000,000	31/05/2024	23/07/2024	53	7,557.95
DMO	5.2	1,000,000	03/06/2024	22/07/2024	49	6,980.82
DMO	5.21	4,000,000	03/06/2024	08/08/2024	66	37,683.29
DMO	5.19	1,000,000	04/06/2024	03/07/2024	29	4,123.56
DMO	5.19	1,000,000	20/06/2024	08/08/2024	49	6,967.40
DMO	5.19	1,000,000	28/06/2024	01/07/2024	3	426.58
DMO	5.185	5,500,000	01/07/2024	08/08/2024	38	29,689.45
DMO	5.03	1,000,000	05/07/2024	03/01/2025	88	12,127.12
DMO	5.15	1,000,000	10/07/2024	12/08/2024	33	4,656.16
DMO	5.03	1,000,000	11/07/2024	03/01/2025	82	11,300.27
DMO	5.12	7,000,000	15/07/2024	13/09/2024	60	58,915.07
DMO	5.14	1,000,000	23/07/2024	19/08/2024	27	3,802.19
DMO	5.07	1,000,000	30/07/2024	19/08/2024	20	2,778.08
DMO	5.03	2,000,000	01/08/2024	23/08/2024	22	6,063.56
DMO	4.945	3,000,000	01/08/2024	13/09/2024	43	17,476.85
DMO	4.92	1,000,000	05/08/2024	13/09/2024	39	5,256.99
DMO	4.76	8,000,000	15/08/2024	07/02/2025	47	49,034.52
DMO	4.94	1,000,000	23/08/2024	09/09/2024	17	2,300.82
DMO	4.93	1,000,000	28/08/2024	19/09/2024	22	2,971.51
DMO	4.94	1,000,000	02/09/2024	19/09/2024	17	2,300.82
DMO	4.94	1,000,000	02/09/2024	23/09/2024	21	2,842.19
DMO	4.935	2,000,000	02/09/2024	27/09/2024	25	6,760.27
DMO	4.93	1,000,000	02/09/2024	07/10/2024	29	3,916.99
DMO	4.925	1,000,000	02/09/2024	18/10/2024	29	3,913.01
DMO	4.93	500,000	13/09/2024	27/09/2024	14	945.48
DMO	4.9	1,000,000	16/09/2024	23/09/2024	7	939.73
DMO	4.89	4,500,000	16/09/2024	18/10/2024	15	9,043.15
London Borough of Waltham Forest	4.85	3,000,000	16/09/2024	16/05/2025	15	5,979.45
Blackpool Council	4.9	3,000,000	18/10/2024	19/05/2025	0	-
DMO	4.89	1,000,000	17/09/2024	18/10/2024	14	1,875.62
Lloyds	4.95	1,000,000	20/09/2024	18/10/2024	11	1,491.78

Sub-total fixed lending

£791,675.27

Appendix 4

Deposits were also made into the following call accounts and money market funds, dependent upon cash flow:

Bank	Account terms	Interest Earned £
Santander UK plc	3.31%	829.77
Public Sector Deposit Fund	4.94% - 5.26%	77,318.83
Aberdeen Sterling Liquidity Fund	4.981% - 5.272%	86,904.20
Lloyds plc Deposit and current account	0.01%	3.61
Lloyds Call account	4.88% - 5.14%	28,657.39
Sub-total call accounts and money market funds		£193,713.80
Grand total all lending		£985,389.07

Temporary Borrowing 1 April to 30 September 2024:

Lender	Terms %	Amount lent £	Dates	Days lent in year	Interest paid in year £
Lloyds Bank	Base + 1%	Variable	Overdraft agreement	1	0.45

Teignbridge District Council Interim Performance Report for the Period 1 April to 30 September 2024

	Apr-Sep 2023-24	Apr-Sep 2024-25
(i) Short Term Funds Invested		
Interest received and receivable for the period	£849,057	£985,389
Maximum period of investment on any one loan made in the period	364 days	287 days
Days in table of fixed lending are those which fall into 2023-24 – actual loan lengths may be longer.		
“Fixed” investment rates in period.	4.050%- 5.335%	4.76% - 5.25%
(ii) Short Term Funds Borrowed		
Interest paid and payable for the period	£0	£0
Number of new “fixed” loans borrowed in the period	0	0
Maximum period of borrowing on any one “fixed” loan borrowed in the period.	0	0
“Fixed” borrowing rates.	n/a	n/a
(iii) Average Net Interest Rate Earned	4.52%	5.21%
(iv) Average Short Term Net Lending	£37,463,048	£37,700,861

Regular Monitoring

Appendix 4

Monthly reports are prepared for the Chief Finance Officer which forecast interest payable and receivable for the year. The Chief Finance Officer presents a monthly report to CMT and updates the Executive Committee on a quarterly basis. These reports include any policy updates, such as changes to the official lending list, based on the latest ratings information. Full council receives an annual review and strategy statement and a mid-year review.

The interest forecast predicts total net interest receivable for the year of £1,931,881. This compares to £1,936,259 received in 2023-24. This forecast decrease is mainly due to lower forecast average lending sums available for the year offset by slightly higher average lending rate.

Between April and September 2024, the Bank of England's base rate decreased once, from 5.25% at the start of the year to 5.00% in August, where it has remained since. Base rate during the same period in 2023 ranged from 4.25% to 5.25%. During the first half of the year, there has been a small increase in the funds available for lending out (average daily lending is £37.7 million in 2024-25 compared to £37.5 million at the same stage in 2023-24). The average net interest rate achieved is 5.21% up to the end of September 2024, compared to 4.52% at the same point in 2023. The average SONIA (Sterling Overnight Index Average) rate as published on the first of each month for April to September is 5.116%, so this is in line with benchmark expectations. It is forecast that Teignbridge's average rate for the year will be 4.97%.

Treasury Management Indicators

These are part of the Prudential Indicators, as agreed at Full Council on 27 February 2024. They are available on request or on the Teignbridge website agenda for that meeting.