

HAMPSHIRE COUNTY COUNCIL

Executive Decision Record

Decision Maker:	Director of Corporate Resources
Date:	16 September 2019
Title:	Hampshire County Council – Cash Investments
Report From:	Mike Chilcott

Contact name: Mike Chilcott

Tel: 01962 847411

Email: Mike.chilcott@hants.gov.uk

1. The decision:

1.1. Hampshire County Council's cash balances will be invested in accordance with the approved decision sheet for Hampshire County Council – Cash Investments. This has been prepared with the advice of the County Council's Treasury Management adviser, Arlingclose Ltd, and in accordance with the Treasury Management Strategy Statement 2019/20.

2. Reason for the decision:

- 2.1. In accordance with the Chartered Institute of Public Finance and Accountancy's Code of Practice for Treasury Management in Public Services and the Prudential Code, the County Council determines a Treasury Management Strategy Statement (TMSS) and Prudential Indicators on an annual basis. The TMSS also includes the Annual Investment Strategy as required by the Department for Communities and Local Government's Investment Guidance.
- 2.2. The TMSS 2019/20 was prepared with the advice of the County Council's treasury management advisers, Arlingclose Ltd.
- 2.3. The Director of Corporate Resources has been authorised by the County Council in the TMSS 2019/20 to manage the County Council's investments according to the risk assessment process in the Investment Strategy as appropriate to most effectively manage the County Council's investments in accordance with the policy as set out in the report dated 21 February 2019.
- 2.4. The primary objective in relation to the investment of the County Council's cash remains the security of capital. The liquidity or accessibility of the Fund's cash investments followed by the yields earned on these investments are important but secondary considerations. Counterparties, durations, and

minimum yields specified in the decision sheet are set according to the advice of Arlingclose Ltd to achieve the policy objectives.

- 2.5. This decision sheet has been updated to reflect the maximum investment durations with Close Brothers and National Australia Bank reducing from 6 months to 100 days and with DBS Bank, Overseas-Chinese Banking Corporation and United Overseas bank reducing from 13 months to 6 months.

3. Other options considered and rejected:

- 3.1. Within the market there are a huge number of counterparties and different types of investments that the County Council could use to invest its cash balances. However, the County Council uses a treasury management adviser, Arlingclose Ltd, who has specialist experience and knowledge of the market, and therefore the decision sheet is maintained based on their advice.

4. Conflicts of interest:

- 4.1. None

5. Dispensation granted by the Conduct Advisory Panel:

- 5.1. None.

6. Reason(s) for the matter being dealt with if urgent: not applicable.

7. Statement from the Decision Maker:

Approved by:

Date: 16 September
2019



Carolyn Williamson
Director of Corporate Resources