

REPORT FOR INFORMATION

SUBJECT: Treasury Management Statement 2012/13
REPORT OF: The Lead Officer

PURPOSE OF THE REPORT

The purpose of this report is to review the attached Treasury Management Statement

RECOMMENDATIONS

It is recommended that the Joint Committee:

1. Notes the Treasury Management Statement 2012/13
2. Notes the intention to move to a maximum of 3 month deposits in October 2012
3. Reviews the Treasury Management Statement on an annual basis.

FINANCIAL CONSEQUENCES OF THE REVENUE BUDGET

There are no immediate consequences to the revenue budget.

CONTACT OFFICER

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**PATROL ADJUDICATION JOINT COMMITTEE:
TREASURY MANAGEMENT STATEMENT
JUNE 2012**

1. Background

- 1.1 From 1st April 2009, the Joint Committee's financial accounting records have been transferred from Manchester City Council's SAP system to its own independent accounting software, and a PATROL bank account has been set up with the Co-operative Bank.
- 1.2 With effect from 1st April 2011, the PATROL bank account stands independently from the Lead Authority. This will mean that the Joint Committee's reserves can be managed to take advantage of opportunities for increased interest/income from a longer term deposit account.

2. Current Position

- 2.1 The Joint Committee's cash flow has been monitored and the following deposit accounts have been established:

Account Type	Bank	Purpose	Amount
6 month account	Cooperative Bank	Lease assurance	£699,559
3 month account	Lloyds TSB	Operating Reserves	£335,152
1 month account	Lloyds TSB	IT development	£424,500

- 2.2 In order to minimise risk, deposits are spread. Deposits have been split between Cooperative Bank and Lloyds TSB and this will be kept under review. Only UK banks with a low risk rating will be considered. Investments will take the form of fixed term/fixed rate deposit accounts.

3. Future Plans

The six month account runs until 3rd October 2012. Following this period, it is recommended that the Joint Committee move to a maximum of 3 month deposits in the current economic climate.