

**AGENDA ITEM 7****REPORT TO THE TEES VALLEY  
COMBINED AUTHORITY CABINET****17<sup>th</sup> MARCH 2023****REPORT OF GROUP DIRECTOR OF FINANCE & RESOURCES****TREASURY MANAGEMENT POLICIES AND PRACTICES****SUMMARY**

This report presents the Authority's Policy and Practices in accordance with CIPFA's Code of Practice for Treasury Management in Public Services.

**RECOMMENDATIONS**

It is recommended that the Combined Authority Cabinet approves the revised Treasury Management Policy and Practices set out in Appendix A.

**DETAIL**

1. The Treasury Management Policies and Practices document governs the way we manage our investments. It is reviewed on an annual basis to comply with the Chartered Institute of Public Finance and Accountancy (CIPFA) Code.
2. The Treasury Management Policy Statement follows the wording recommended by the latest edition of the CIPFA Treasury Management in the Public Services: Code of Practice and Cross Sectoral Guidance Notes 2021 Edition.
3. Prior to this edition the Treasury Management code was last updated in 2017. CIPFA have released updated guidance with a view that since then, the landscape for public services has changed. The increasing profile of the role of treasury management as a result of the pandemic, and the disciplines and skills required to meet the advances brought forward by increasing complexity of transactions in the public sector, all underline the importance of the Treasury Management code and its guidance. Updates reflect changes in an increasingly complex environment and regulations that increase the need for documenting and retaining knowledge and skills, as well as developing areas such as environmental, social and governance considerations.
4. The Authorities' Treasury Management Practices (TMPs) set out the manner in which the Authority will seek to achieve its treasury management policies and objectives, and how it will manage and control those activities.

5. The Treasury Management Practices are split as follows:
  - Key Principles: which follow the wording recommended by the revised CIPFA Treasury Management in the Public Services: Code of Practice and Cross-Sectoral Guidance Notes
  - Schedules: which cover the detail of how the Authority will apply the key Principles in carrying out its operational treasury activities

## **FINANCIAL IMPLICATIONS**

6. None

## **LEGAL IMPLICATIONS**

7. None

## **RISK ASSESSMENT**

8. The Treasury Management Policy and Practices are categorised as low to medium risk. Existing management systems and daily routine activities are sufficient to control and reduce risk.

## **CONSULTATION & COMMUNICATION**

9. None.

**Name of Contact Officer: Gary Macdonald**  
**Post Title: Group Director of Finance and Resources**  
**Telephone Number: 01642 527707**