

					Appendix C
Treasury Management Performance Report 2011/12					
<b>Security</b>	<b>Maximum risk level</b>	<b>Actual risk level</b>	<b>Variance</b>	<b>Notes</b>	
Investments maturing in < 1 year	0.060%	0.009%	0.051%	1	
Investments maturing between 1 - 2 years	0.060%	0.000%	0.060%	1	
Investments maturing between 2 - 3 years	0.080%	0.000%	0.080%	1	
Weighted Average Life (WAL)		41.7		1	
<b>Liquidity</b>	<b>Working cashflow requirement</b>	<b>Actual Liquidity</b>	<b>Variance</b>		
Instant access cash	5,000,000	12,013,445	(7,013,445)	2	
Bank Overdraft	-	-	-	3	
<b>Yield</b>	<b>Target yield</b>	<b>Actual yield</b>	<b>Variance</b>		
3 month LIBID rate	0.90%	1.96%	(1.06%)	4	
Budget v Actual interest	657,920	756,161	(98,241)	5	
			-		
<b>Notes</b>					
1. The benchmark for security details the acceptable default risk. The actual for security details the risk rating for our portfolio of investments. If the variance is positive it means our portfolio falls within our risk appetite. If the variance is negative, this means our portfolio falls outside our risk appetite and explanation/action is required. The actual risk level shown, indicates the short term nature of our deposits which is further illustrated by the WAL which shows the average number of days we are currently holding funds for. Trend information for security and WAL is now shown overleaf.					
The actual risk level has been updated to reflect recent changes in long term credit ratings.					
2. The benchmark is the agreed level of instant access cash we must have available. The actual is the average cash we have had available during the reporting period					
Liquidity remains high as there are limited opportunities for placing funds.					
The highest earning MMF is currently 0.84%.					
3. Authorised overdraft limit is £1m although this facility is not accessed so real target is in fact zero.					
4. We are currently achieving a rate over the benchmark target on the 3 month LIBID. Actual interest received from Iceland against the original £12m is included in this actual yield figure.					
5. The original budget for 2011/12 assumed £348k from Iceland. Actual interest was £457,348.					
Notes 2 - 5 Brackets indicate a favourable variance					