

# LLANDYBIE COMMUNITY COUNCIL - INVESTMENT POLICY

## 1. INTRODUCTION

This Policy sets out the treasury management procedures for the monitoring of the cash flow and banking arrangements of Llandybie Community Council.

This Annual Investment Strategy is prepared in accordance with the statutory guidance on Local Government Investments issued by the Welsh Government.

The Council acknowledges its duty of care to the community and the prudent investment of funds.

## 2. OBJECTIVES

The Council's priorities are, in the following ranking order:

- (i) The security of capital to minimise the risk of losses.
- (ii) The liquidity of investments to meet the cash flow needs of the Council.
- (iii) Maximising income within the framework of the national economic situation.

The Council will aim to achieve a high rate of return on investments commensurate with adequate safeguards of security and liquidity.

## 3. INVESTMENTS

All investment and deposits will be with UK registered banks or building societies.

All investments, deposits and interest will be in £ sterling.

Investments for current expenditure will be on instant access deposit accounts with a feeder to the current account.

Investments not required for current expenditure may be placed on longer term deposits with the agreement of Full Council.

In order to spread the financial risk to a minimum, investments should be made with several financial institutions.

The credit ratings of the institutions should be high and will be monitored regularly.

The management of this Policy will be by the Clerk / RFO and can be reviewable monthly at Full Council through monthly budget analysis.

## 4. REVIEW

This policy will be reviewed by the Policy Committee on an annual basis and subsequently submitted to the Council for approval.

Policy agreed by Full Council on the 30<sup>th</sup> June, 2021

Signed ..... Chair

Signed ..... Clerk