



SAFFRON WALDEN TOWN COUNCIL

Investment Policy

Version	Date Adopted Policy	Minute Reference	Review Date
1	September 2016	September 2016	October 2018
2	December 2018	FC 544-18	October 2020

Saffron Walden Town Council Investment Policy

The Investment Strategy and Policy is in accordance with relevant regulations, proper practices and guidance. The Strategy and Policy shall be reviewed by the council at least bi-annually.

All investments of money under the control of the council shall be in the name of the council.

Both the CIPFA (Chartered Institute of Public Finance) and the CLG (Communities and Local Govt.) Guidance require the Council to invest its funds prudently and to have regard to the security and access to its investment before seeking the highest rate of return.

SHORT TERM INVESTMENTS

Short term investments are those offering high security and high availability, made in sterling and maturing within 2 years.

For the prudent management of its treasury balances, maintaining sufficient levels of security and availability, the Council will use deposits with banks or building societies.

NON-SPECIFIED INVESTMENTS

These investments have greater potential risk – examples include investment in the money market, stocks and shares.

Given the unpredictability and uncertainties surrounding such investments, the Council will not use this type of investment.

ACCESS TO INVESTMENTS

The Chairman and the Vice-Chairman of the Finance and Establishment Committee in consultation with the Responsible Finance Officer (RFO) will determine the maximum periods for which funds may be prudently committed so as not to compromise availability using an appropriate cash flow projection.

Investments will be regarded as commencing on the date on which the funds are paid over to the counterparty.

LONG TERM INVESTMENTS

Long term investments shall be defined as greater than 2 years. The Council will use the same criteria for assessing long term investments as identified above for short term investments.

REVIEW AND AMENDMENT OF REGULATIONS

The Council does not employ in-house or externally any financial advisors but will rely on information in the public domain.

The Council reserves the right to make variations to the Policy at any time, subject to the approval of the Full Council. Any variations will be made available to the public.

FREEDOM OF INFORMATION

In accordance with the Freedom of Information Act 2000 this document will be posted on the Council website and a hard copy will be available from the Council's office.

AUTHORISATION, INVESTMENT REPORTS AND RESPONSIBILITY

Investments will be authorised by the Chairman and the Vice-Chairman of the Finance and Establishment Committee in consultation with the Responsible Finance Officer and reported at the following meeting of the Council or Finance and Establishment Committee, whichever is first. The Council is ultimately responsible for its investments.

The RFO is authorised to place on investment a sum of up to £300,000 on a medium-term basis (up to 90 days) to improve the return to the Council.

CURRENT INVESTMENTS

The Council currently places £400,000 - £500,000 on a fixed term of six months with Lloyds Bank Treasury.