

OXFORDSHIRE COUNTY COUNCIL DEBT FINANCING 2014/15

<u>Debt Profile</u>		£m
1. PWLB	88%	351.38
2. Money Market LOBO loans	12%	<u>50.00</u>
3. Sub-total External Debt		401.38
4. Internal Balances	0 %	<u>-13.53</u>
<b>5. Actual Debt at 31 March 2014</b>	<b>100%</b>	<b>387.85</b>

6. Government Supported Borrowing		0.00
7. Unsupported Borrowing		0.37
8. Borrowing in Advance		0.00
9. Minimum Revenue Provision		<u>-16.15</u>

**10. Actual Debt at 31 March 2015** **372.07**

Maturing Debt

11. PWLB loans maturing during the year		2.00
12. PWLB loans repaid prematurely in the course of debt restructuring		<u>0.00</u>
<b>13. Total Maturing Debt</b>		<b>2.00</b>

New External Borrowing

14. PWLB Normal		0.00
15. PWLB loans raised in the course of debt restructuring		0.00
16. Money Market LOBO loans		<u>0.00</u>
<b>17. Total New External Borrowing</b>		<b>0.00</b>

Debt Profile Year End

18. PWLB	87%	349.38
19. Money Market LOBO loans	13%	<u>50.00</u>
20. Sub-total External Debt		399.38
21. Internal Balances	0 %	<u>-27.31</u>
<b>22. Actual Debt at 31 March 2015</b>	<b>100%</b>	<b>372.07</b>

## Line

- 1 – 5 This is a breakdown of the Council's debt at the beginning of the financial year (1 April 2014). The PWLB is a government agency operating within the Debt Management Office. LOBO (Lender's Option/ Borrower's Option) loans are long-term loans, with a maturity of up to 60 years, which includes a re-pricing option for the bank at predetermined time intervals. Internal balances include provisions, reserves, revenue balances, capital receipts unapplied, and excess of creditors over debtors.
- 6 'Government Supported Borrowing' is the amount that the Council can borrow in any one year to finance the capital programme. This is determined by Central Government, and in theory supported through the Revenue Support Grant (RSG) system.
- 7 'Unsupported Borrowing' reflects Prudential Borrowing taken by the authority whereby the associated borrowing costs are met by savings in the revenue budget.
- 8 'Borrowing in Advance' is the amount the Council borrowed in advance during 2014/15 to fund future capital finance costs.
- 9 The amount of debt to be repaid from revenue. The sum to be repaid annually is laid down in the Local Government and Housing Act 1989, which stipulates that the repayments must equate to at least 4% of the debt outstanding at 1 April each year.
- 10 The Council's total debt by the end of the financial year at 31 March 2015, after taking into account new borrowing, debt repayment and movement in funding by internal balances.
- 11 The Council's normal maturing PWLB debt.
- 12 PWLB debt repaid early during the year.
- 13 Total debt repaid during the year.
- 14 The normal PWLB borrowing undertaken by the Council during 2014/15.
- 15 New PWLB loans to replace debt repaid early.
- 16 The Money Market borrowing undertaken by the Council during 2014/15.
- 17 The total external borrowing undertaken.
- 18-22 The Council's debt profile at the end of the year.

Long-term debt Maturing 2014/15

Public Works Loan Board: Loans Maturing in 2014/15

<b>Date</b>	<b>Amount £m</b>	<b>Rate %</b>	<b>Repayment Type</b>
13/07/2014	0.500	2.350	EIP
13/01/2015	0.500	2.350	EIP
31/07/2014	0.500	2.350	EIP
31/01/2015	0.500	2.350	EIP
<b>Total</b>	<b>2.000</b>		

Repayment Types

EIP – Equal Instalments of Principal are repaid every 6 months until the final maturity date

# TREASURY MANAGEMENT ANNEXES

## Annex 3

### Lending List Changes during 2014/15

#### Lending limits & maturity limits increased from 1 April 2014

	Lending Limit as at 31 March 2015	Maximum Maturity as at 31 March 2015
Santander UK Plc	£15,000,000	100 days

#### Lending limits & maturity limits decreased from 1 April 2014

	Lending Limit as at 31 March 2015	Maximum Maturity as at 31 March 2015
Bank of Montreal	£25,000,000	6 months
Bank of Nova Scotia	£25,000,000	6 months
Canadian Imperial Bank of Commerce	£25,000,000	6 months
Commonwealth Bank of Australia	£25,000,000	6 months
Development Bank of Singapore	£25,000,000	6 months
HSBC Bank plc	£25,000,000	6 months
National Australia Bank	£25,000,000	6 months
Overseas-Chinese Banking Corporation	£25,000,000	6 months
Standard Chartered Bank	£25,000,000	6 months
Svenska Handelsbanken	£25,000,000	6 months
Toronto-Dominion Bank	£25,000,000	6 months
United Oversea Bank	£25,000,000	6 months
Lloyds Bank Plc	£25,000,000	100 days
Barclays Bank Plc	£15,000,000	100 days
National Bank of Canada	£10,000,000	100 days

## TREASURY MANAGEMENT ANNEXES

Nationwide Building Society	£15,000,000	100 days
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### Counterparties added from 1 April 2014

	<b>Lending Limit as at 31 March 2015</b>	<b>Maximum Maturity as at 31 March 2015</b>
Coventry Building Society	£15,000,000	100 days
Royal London Asset Management	Determined by TM Strategy Team	Determined by TM Strategy Team
CCLA Local Authorities' Property Fund	Determined by TM Strategy Team	Determined by TM Strategy Team
Goldman Sachs International Bank	£15,000,000	100 days
Rabobank Group	£25,000,000	6 months
Landesbank Hessen-Thuringen (Helaba)	£20,000,000	100 days

# TREASURY MANAGEMENT ANNEXES

## Annex 4

### OXFORDSHIRE COUNTY COUNCIL INVESTMENT PORTFOLIO 31/03/2015

#### Fixed term deposits held at 31/03/2015

Counterparty Date	Principal Deposited (£)	Maturity
Birmingham City Council	10,000,000.00	2-Apr-15
Birmingham City Council	10,000,000.00	7-Apr-15
DBS Bank (Development Bank of Singapore)	5,000,000.00	7-Apr-15
Nationwide Building Society	5,000,000.00	15-Apr-15
Lloyds Bank plc	5,000,000.00	17-Apr-15
United Overseas Bank	5,000,000.00	29-Apr-15
Rabobank Group	5,000,000.00	30-Apr-15
Birmingham City Council	5,000,000.00	30-Apr-15
Goldman Sachs International Bank	5,000,000.00	1-May-15
Lancashire County Council	5,000,000.00	7-May-15
DBS Bank (Development Bank of Singapore)	5,000,000.00	18-May-15
United Overseas Bank	5,000,000.00	26-May-15
Goldman Sachs International Bank	5,000,000.00	29-May-15
Commonwealth Bank of Australia	5,000,000.00	3-Jun-15
Oversea-Chinese Banking Corp	5,000,000.00	5-Jun-15
United Overseas Bank	5,000,000.00	5-Jun-15
Lloyds Bank plc	5,000,000.00	9-Jun-15
Nationwide Building Society	5,000,000.00	15-Jun-15
Lancashire County Council	5,000,000.00	17-Jun-15
Nationwide Building Society	5,000,000.00	24-Jun-15
Goldman Sachs International Bank	5,000,000.00	1-Jul-15
Newcastle City Council	5,000,000.00	3-Jul-15
Doncaster Metropolitan Borough Council	5,000,000.00	3-Jul-15
Oversea-Chinese Banking Corp	5,000,000.00	15-Jul-15
Rabobank Group	5,000,000.00	22-Jul-15
Salford City Council	5,000,000.00	27-Jul-15
Lancashire County Council	10,000,000.00	31-Jul-15
Rabobank Group	10,000,000.00	31-Jul-15
Fife Council	4,000,000.00	5-Aug-15
Newcastle City Council	5,000,000.00	7-Aug-15
Barnsley Metropolitan Borough Council	5,000,000.00	24-Aug-15
Fife Council	2,000,000.00	4-Sep-15
Rabobank Group	5,000,000.00	11-Sep-15
DBS Bank (Development Bank of Singapore)	5,000,000.00	17-Sep-15
United Overseas Bank	5,000,000.00	18-Sep-15
United Overseas Bank	5,000,000.00	18-Sep-15
DBS Bank (Development Bank of Singapore)	10,000,000.00	30-Sep-15
Newcastle City Council	10,000,000.00	9-Oct-15
Lancashire County Council	5,000,000.00	9-Oct-15
Police & Crime Commissioner for Northumbria	5,000,000.00	29-Apr-16

## TREASURY MANAGEMENT ANNEXES

Fife Council	5,000,000.00	3-Jun-16
Glasgow City Council	5,000,000.00	4-Jul-16
Glasgow City Council	5,000,000.00	22-Jul-16
Peterborough City Council	5,000,000.00	2-Sep-16
Newcastle City Council	5,000,000.00	13-Sep-16
Glasgow City Council	5,000,000.00	10-Jan-17
West Dunbartonshire Council	2,000,000.00	7-Jun-17
Fife Council	5,000,000.00	24-Nov-17
Runnymede Borough Council	5,000,000.00	9-Feb-18
<b>Total</b>	<b>268,000,000</b>	

### Money Market Funds

Counterparty period	Balance at 31/03/15 (£)	Notice
Ignis Sterling Liquidity Fund	24,999,999.87	Same day
Federated Sterling Liquidity Funds	5,779,140.12	Same day
<b>Total</b>	<b>30,779,139.99</b>	

### Short Dated Bond Funds

Counterparty period	Balance at 31/03/15 (£)	Notice
Aberdeen (formerly SWIP)	17,344,589	3 days
Federated Cash Plus Fund	2,025,505	2 days
Payden & Rygel Sterling Reserve Fund	12,186,896	2 days
Royal London Asset Mgmt Cash Plus Fund	5,001,472	2 days
<b>Total</b>	<b>36,558,462</b>	

### Strategic Bond Funds

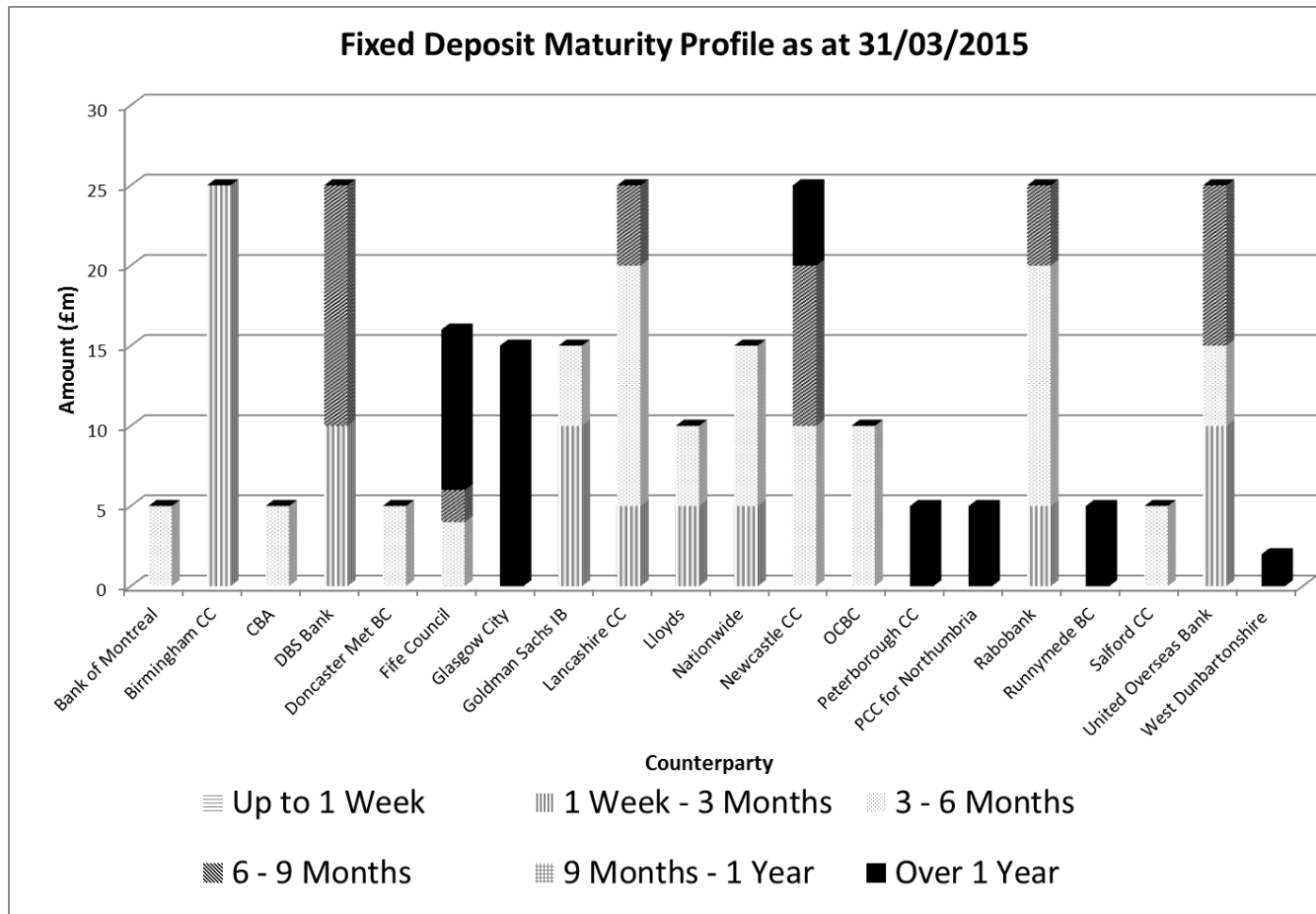
Counterparty period	Balance at 31/03/15 (£)	Notice
Threadneedle Strategic Bond Fund	21,230,883	4 days
<b>Total</b>	<b>21,230,883</b>	

### Property Funds

Counterparty period	Balance at 31/03/15 (£)	Notice
CCLA Local Authorities Property Fund	9,840,472	Monthly dealing
<b>Total</b>	<b>9,840,472</b>	

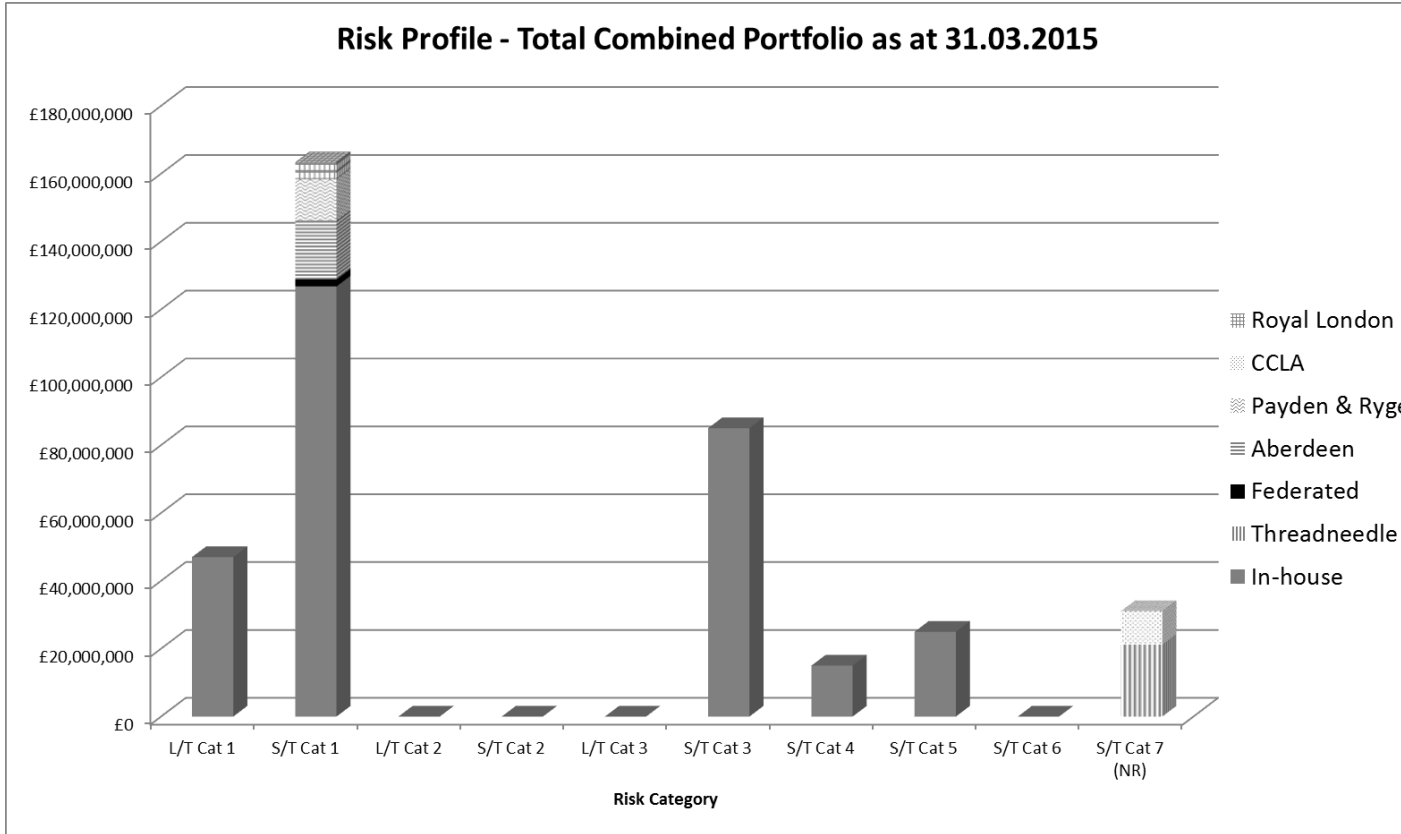
# TREASURY MANAGEMENT ANNEXES

## Risk profile of investment portfolio at 31/03/15





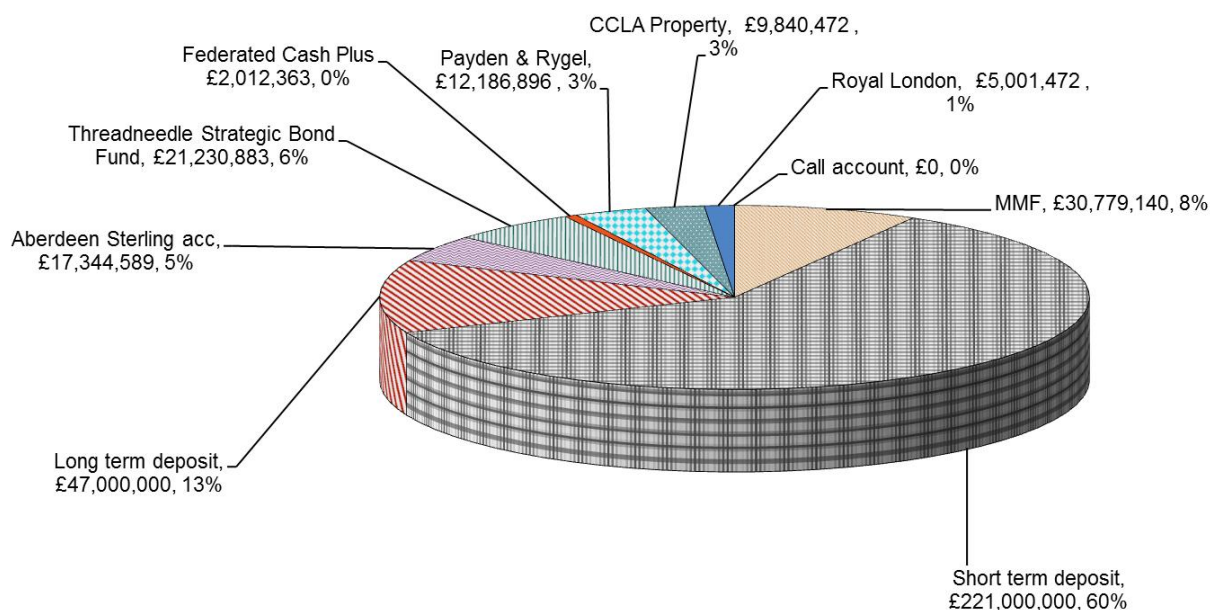
# TREASURY MANAGEMENT ANNEXES



Risk Category	L/T rating	S/T rating
<b>1 (Including Local Authorities)</b>	AA+, AA	F1+
<b>2</b>	AA-	F1+
<b>3</b>	AA-	F1+
<b>4</b>	AA-	F1+
<b>5</b>	A+, A	F1
<b>6</b>	A	F1

# TREASURY MANAGEMENT ANNEXES

## Total Combined Portfolio as at 31.03.2015



## Annex 5

### Prudential Indicators Outturn 31 March 2015

#### Authorised and Operational Limit for External Debt

Authorised Limit for External Debt	£484,000,000
Operational Limit for External Debt	£474,000,000
Actual External Debt at 31 March 2015	£439,382,618

#### Fixed Interest Rate Exposure

Fixed Interest Net Borrowing limit	150.00%
Actual at 31 March 2015	115.52%

#### Variable Interest Rate Exposure

Variable Interest Net Borrowing limit	25.00%
Actual at 31 March 2015	-11.52%

#### Sums Invested over 364 days

## TREASURY MANAGEMENT ANNEXES

Total sums invested for more than 364 days maximum limit

£150,000,000

Actual sums invested for more than 364 days at 31 March 2015

£ 47,000,000

### Maturity Structure of Borrowing at 31/03/15

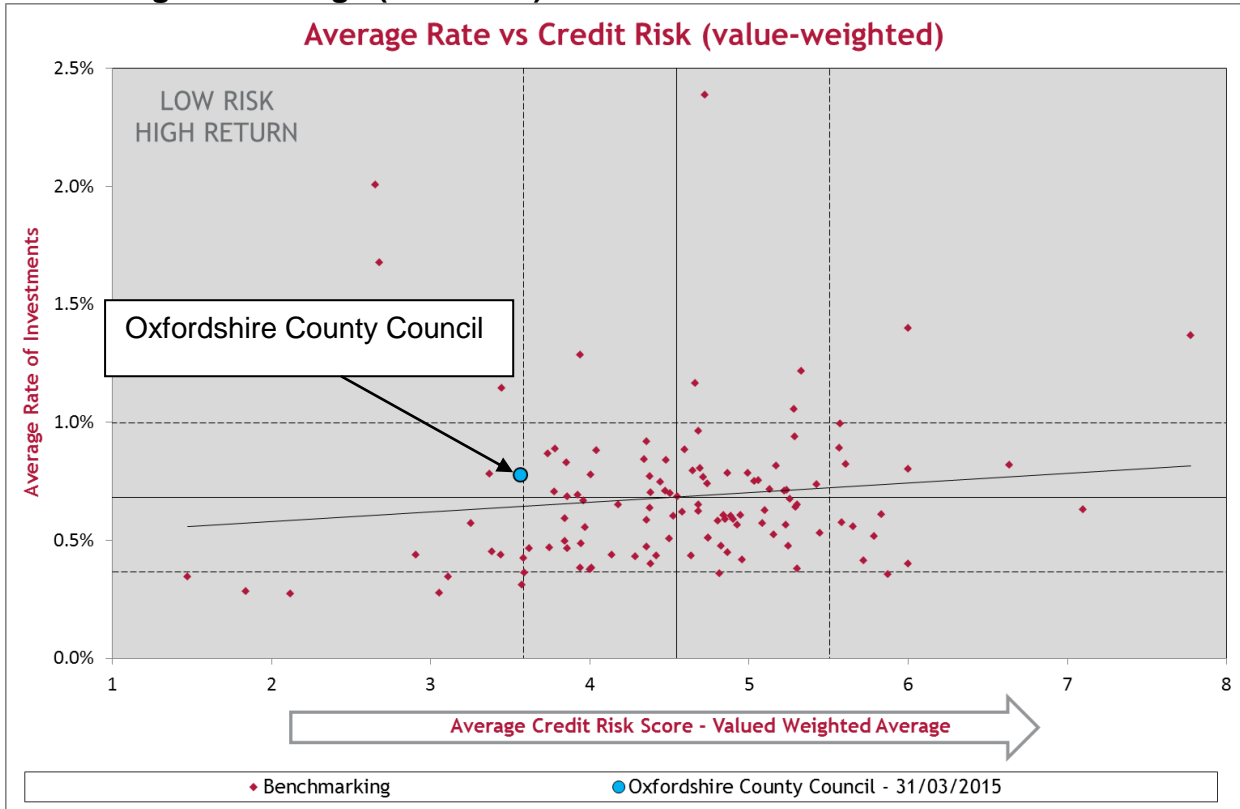
	Limit %	Actual %
From 01/04/14		
Under 12 months	0 - 20	0.00
12 – 24 months	0 - 25	7.76
24 months – 5 years	0 - 35	17.53
5 years – 10 years	5 - 40	13.52
10 years +	50 - 95	61.19

The Prudential Indicators for maturity structure are set with reference to the start of the financial year. The actual % shown above relates to the maturity period remaining at 01/04/14 on loans still outstanding at 31/03/15.

### Actual Maturity Structure of Borrowing at 01/04/15 (LOBO's included at next option date)

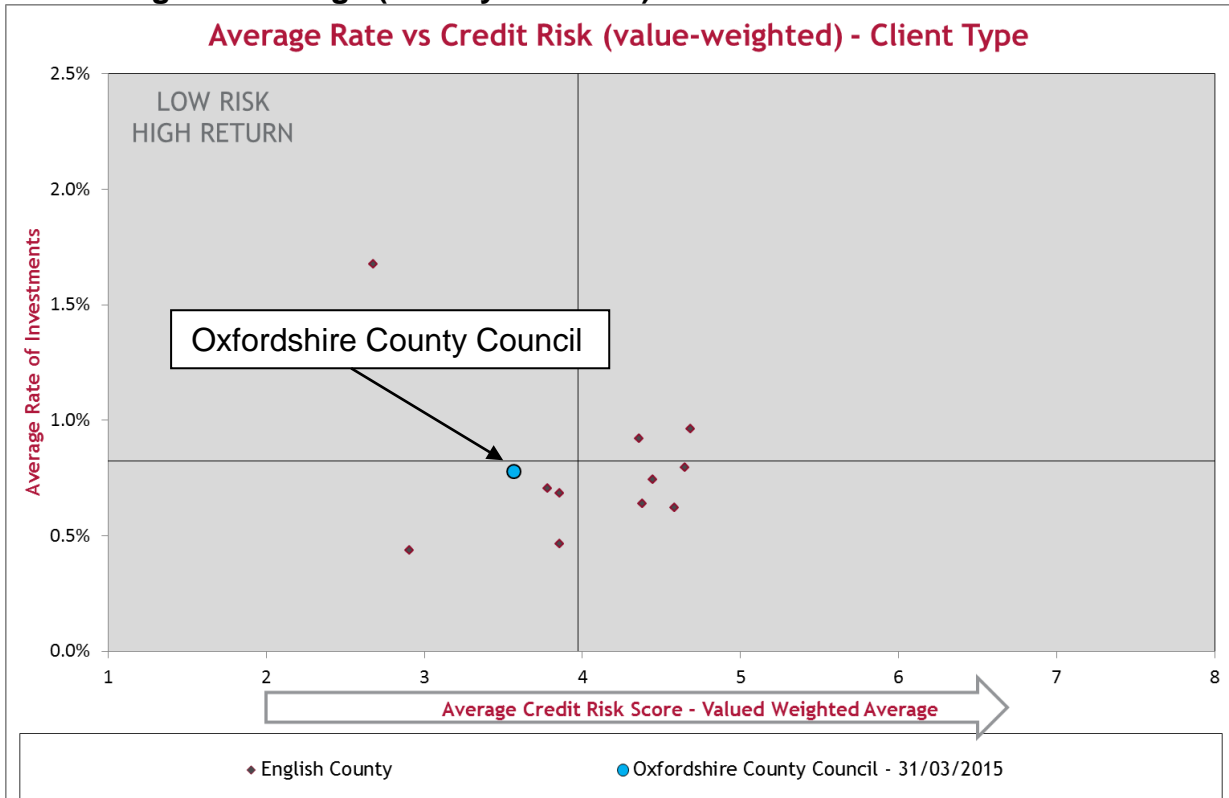
	Limit %	Actual %
From 01/04/15		
Under 12 months	0 - 20	7.76
12 – 24 months	0 - 25	3.26
24 months – 5 years	0 - 35	16.02
5 years to 10 years	5 – 40	12.52
10 years +	50 – 95	60.44

Value weighted average (all clients)



Oxfordshire County Council achieved a higher interest rate compared to the average achieved by all Arlingclose clients, whilst maintaining lower than average value weighted credit risk as at 31/03/2015.

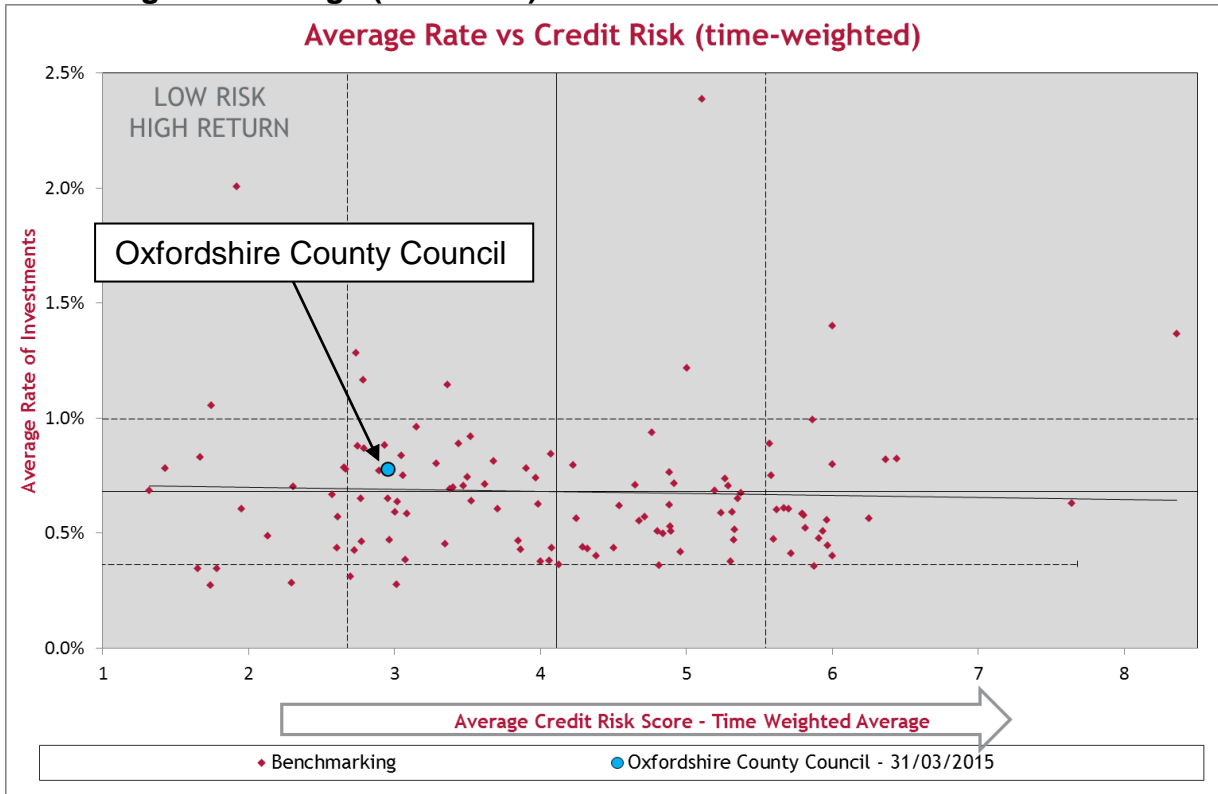
Value weighted average (County Councils)



# TREASURY MANAGEMENT ANNEXES

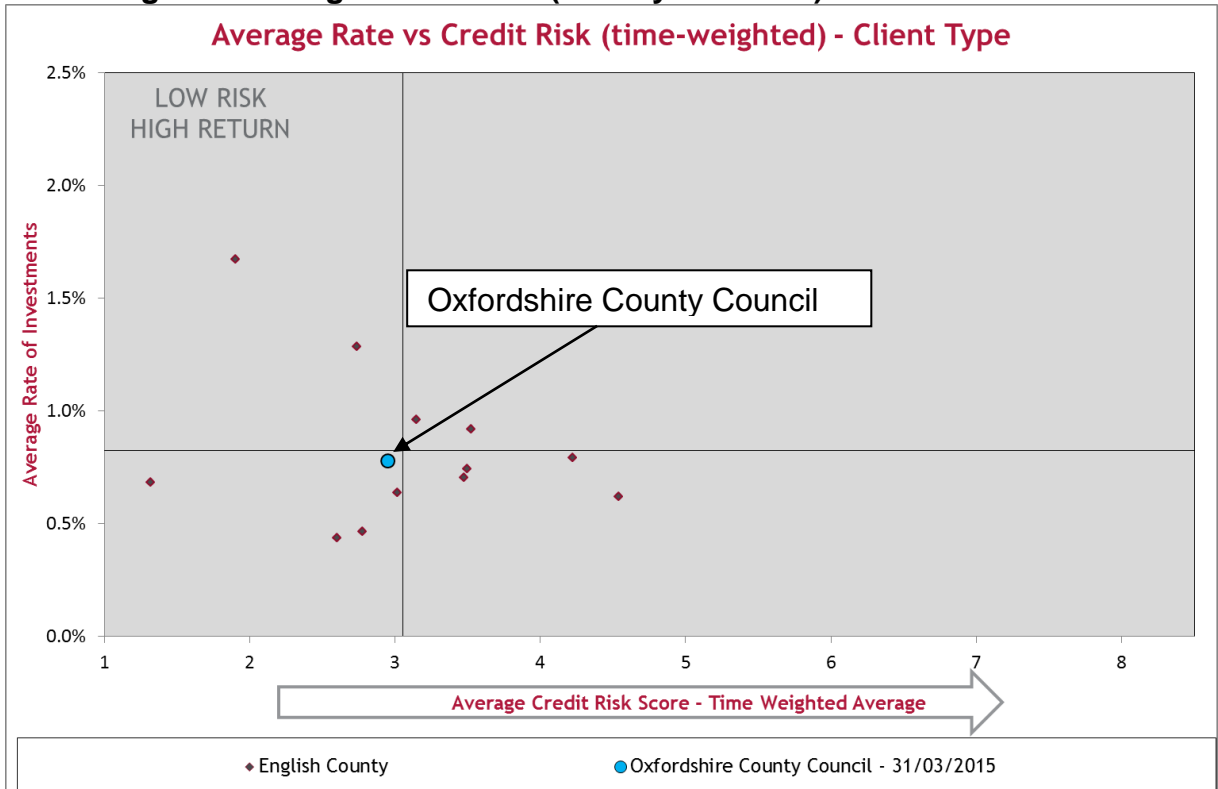
Oxfordshire County Council achieved a similar interest rate for less value weighted credit risk compared to eleven other County Councils as at 31/03/2015.

## Time weighted Average (all clients)



Oxfordshire County Council achieved a higher interest rate compared to the average achieved by all Arlingclose clients, whilst maintaining lower than average time weighted credit risk as at 31/03/2015.

## Time weighted Average Credit Risk (County Councils)



## TREASURY MANAGEMENT ANNEXES

Oxfordshire County Council achieved an interest rate close to the average, for a level of time weighted credit risk close to the average when compared to eleven other County Councils as at 31/03/2015.