



# LEIGHTON-LINSLADE TOWN COUNCIL

## Policy and Finance Committee

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**Date:** 19 November 2018

**Title:** Investment update

**Purpose of the Report:** To receive an update regarding Investments

**Contact Officer:** Clare Cummins (Finance Officer)

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Corporate Objective/s	LLTC Three Year Plan	
<b>Implications:</b>		
<b>Financial &amp; Operational/Service Delivery</b>	✓	To maximise the return on monies invested whilst not compromising the Town Council's ability to continue to function.
<b>Human Resources</b>	X	
<b>Risk/Health and Safety</b>	X	

### 1. RECOMMENDATION/S

Should members be minded, the proposals are:

- 1.1 To reinvest the existing monies held in the Nationwide One Year Saver Account (as shown in Table 1) into either:
- a) NatWest Treasury One Year Fixed, currently offering 0.92% Gross AER (as shown in Table 2)
  - b) Santander 24 Month Time Deposit currently offering 1.05% Gross AER (as shown in Table 2)

### 2. UPDATE REGARDING EXISTING INVESTMENTS

In accordance with best practice, a review has taken place of bank accounts in order to identify the most preferential bank rates which meet the needs of the

town council. As members are minded, the Town Council's Investment policy is predicated on liquidity and the need to invest in UK registered bank(s) for which the following accounts comply:

**Table 1**

<b>BANK</b>	<b>AMOUNT INVESTED</b>	<b>INTEREST RATE</b>	<b>DATE OF MATURITY</b>	<b>INTEREST PAYABLE ANNUALLY</b>	<b>TOTAL REPAYMENT</b>
Nationwide 95 Day Saver Account	£1,055,970	1.00%	11/07/2018	£10,559.70	£1,066,529.70
Nationwide Business One Year	£505,500	0.75%	<b>MATURED</b>	£3,719.25	£509,219.25

2.2 As table 1 sets out, the Nationwide Business One Year Account has matured. This provides the Town Council with an opportunity to revisit the market in order to secure the account considered most advantageous to the Town Council. As set out at Recommendation a), the NatWest Treasury Reserve account offers the most competitive rate of interest for One Year Fixed Term Savings Account.

**4. LONGER TERM SAVINGS OPTIONS CURRENTLY AVAILABLE:**

**Table 2**

<b>BANK</b>	<b>TYPE OF ACCOUNT</b>	<b>TERM</b>	<b>INTEREST RATE</b>
NatWest	Treasury Reserve 12 Months	Fixed	0.92%
NatWest	Business 95 Day Notice Account	95 Days	0.65%
Santander	12 Month Time Deposit	Fixed	0.60%
Santander	24 Month Time Deposit	Fixed	1.05%
Nationwide	Business 95 Day Notice Account	95 Days	1.10% variable
Nationwide	Business One Year Saver	Fixed	0.75%

End.