

BOROUGH OF KETTERING

Committee	EXECUTIVE	Item 12	Page 1
Report Originator	Mark Dickenson Head of Resources	Fwd Plan Ref: A12/036	
Wards Affected	All	13 th February 2019	
Title	CAPITAL STRATEGY 2019/20		

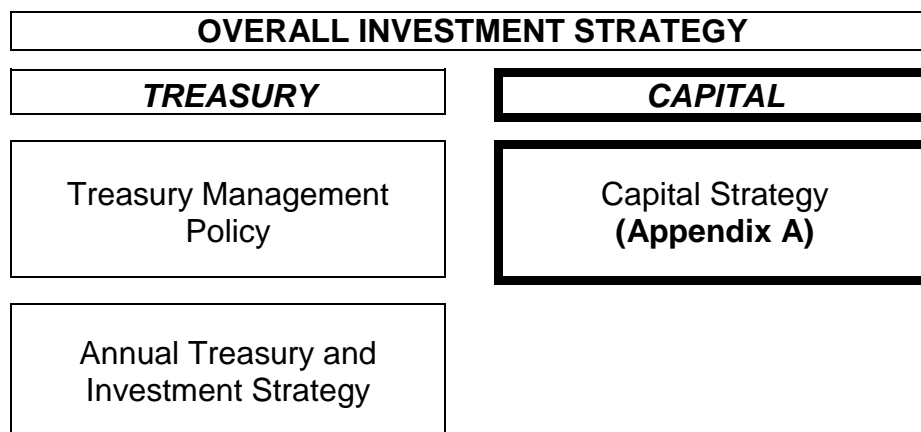
Portfolio Holder: Cllr Lloyd Bunday

1. PURPOSE OF REPORT

- 1.1 To recommend the Capital Strategy for 2019/20 to Council for approval.

2. BACKGROUND

- 2.1. The Council has a number of strategies and policies that when considered together comprise the Overall Investment Strategy (see diagram below). This report considers the Capital Strategy. The Treasury Management Strategy is also being considered at this meeting.



- 2.2. The Prudential Code introduced a requirement for all local authorities to produce an annual Capital Strategy to outline the Council's approach to Non-Treasury investment decisions. Non-Treasury Investments are defined as investments in non-financial assets held primarily for financial benefit rather than for service outcomes.
- 2.3. The Capital Strategy is the policy framework that sets out the principles and procedures to be used in making capital investment decisions to support the priorities set out in the Corporate Plan. These investment decisions are normally made outside of normal treasury management activity and form part of an authorities Capital Programme.
- 2.4 In advance of any national requirement for an overarching capital strategy the Executive of Kettering Borough Council had already approved a Commercial Property Investment Strategy, to provide a framework against which individual property

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investment opportunities would be assessed. Whilst this does not meet the total requirements of the Capital Strategy it is an integral part of it.

- 2.5 To comply with the requirements of best practice, the Capital Strategy is reported to members in advance of the forthcoming financial year alongside the Treasury Management Strategy and the Prudential Indicators. The proposed strategy for 2019/20 has been developed with Link asset Services Ltd, the Council's appointed treasury advisors.
- 2.6 The Executive Committee are responsible for reviewing the Capital Strategy and Council are required to formally approve the Capital Strategy on 27th February 2019.

3 CONSULTATION AND CUSTOMER IMPACT

- 3.1 None as a direct result of this report.

4 POLICY IMPLICATIONS

- 4.1 The policy implications are discussed throughout this report.

5 USE OF RESOURCES

- 5.1 The implications on the Council's resources are considered throughout the report.

6. RECOMMENDATIONS

That the Executive recommend the Capital Strategy, as detailed in Appendix A to Council for approval.

Previous Reports/Minutes:

Title of Document:

Date:

Contact Officer:

Ref:

Date: