

Police and Crime Commissioner for Surrey – Decision Making Record

Report Title: Treasury Management Outsource Review
Decision number: 011/2020
Author and Job Role: Miranda Kadwell, Corporate Finance Manager
Protective Marking: OFFICIAL

Executive Summary:

A paper was presented to the Joint Audit Committee meeting on 30 January 2020 reviewing existing Treasury Management contractual arrangements with SCC and recommending transfer to an in-house delivery of the treasury management function within the Surrey and Sussex Police corporate finance team.

The Joint Audit Committee considered and agreed with the recommendation.

Background:

The treasury management function is currently carried out by Surrey County Council (SCC) under a service level agreement. SCC's treasury management officers monitor cash flow on behalf of the PCC and aggregate this with their own cash flow, before making appropriate investments on behalf of both organisations.

Current contractual agreement with SCC requires a minimum notice period of six months given in writing by the OPCC to SCC in order to terminate the agreement.

In-house provision of treasury management will enable greater control and direction of investments and cash flow management in accordance with the Surrey Police Treasury Management Strategy, whereas currently SCC provide services in accordance with its own Strategy.


Recommendation:

Approval from the Police and Crime Commissioner for notice to be given to SCC in order to change provider for treasury management services from the current outsourced arrangement with SCC to an in-house provision within Surrey Police.

Police and Crime Commissioner Approval

I approve the recommendation(s):

Signature:



Date: 04/04/2020

All decisions must be added to the decision register.

Areas of consideration

Consultation

Consultation involved the PCC Treasurer, Joint Audit Committee, Executive Director of Commercial and Finance Services, Director of Finance and finance teams.

Financial implications

Returns on investment may not change significantly, the cost of providing this service in-house would remain competitive.

Legal

Contract termination requires a notice period of six months.

Risks

Inadequate treasury management services would present a risk to safeguarding Surrey Police investment funds and could result in reputational damage.

Equality and diversity

There are no equalities implications from this decision.

Risks to human rights

There are no risks to human rights from this decision.