

Pension Fund Committee

5 December 2013



Short Term Investments for the Period Ended 30 September 2013

Don McLure, Corporate Director Resources

Purpose of Report

1. To provide the Committee with information on the performance of the Pension Fund's short term investments for the 3 month period ended 30 September 2013.

Short Term Investments

2. Durham County Council (DCC) invests the short term cash balances on behalf of the Pension Fund; this is done in line with DCC's Treasury Management Policy and Annual Investment Strategy. This investment strategy sets out the maximum amounts and time limits in respect of deposits which can be placed with each financial institution.
3. The Pension Fund's surplus cash holding as at 30 September 2013 was £12.516m which was held in the institutions listed in the table below alongside their credit rating at 30 September 2013.

Financial Institution	Rating	Amount Invested £m
Bank Deposit Accounts		
Barclays	A	2.176
Natwest Bank	A	4.117
Santander UK Plc	A	0.044
Fixed Term Deposits		
Bank of Scotland	A	5.222
Nationwide Building Society	A	0.870
National Savings and Investments	N/A	0.087
Total		12.516

4. The following table provides information on the interest earned during the 3 month period, the average daily investment balance and the average return earned in comparison to the average bank base rate:

	Total
Interest Earned	£11,545
Average Return Earned	0.388%
Average Bank of England base rate	0.500%
Average Daily Balance of Investments	£15.897m

Recommendation

5. Members are asked to note the position at 30 September 2013 regarding the Pension Fund's short term investments.

Contact: Hilary Appleton Tel: 03000 266239
