

Supplement

Questions, Answers, Additional Information

# Agenda Item 8

## QBR Q2 / September 2019 – Advance Q&A

### Highlights - Agenda Page 13

#### Goal 2 - Leisure Centre stats – Ian Harper

In addition to the attendance figures could income for last quarter compared to same period last year be given please.

Sean Kearney – We don't receive this information as 1610 receive and retain all the income from visits to the various leisure facilities.

#### Goal 4 – Invalid Planning Applications – Ian Harper

Invalid applications 65% are these being submitted by agents, what is the, rough estimate, additional costs to the Council?

Shaun Harrington - The invalid question is difficult one to answer without spending a significant amount of time investigating the many applications. However, we would consider that a large proportion of the invalid applications will be from Agents. In terms of additional costs, an invalid application will require some amount of 'double handling' and additional correspondence resulting in additional cost in terms of staff time. Given that reasons for an invalid application can be broad, and therefore the associated additional work also being broad we are not able to put a financial figure on this without a lot of further work. We continue to highlight this problem at agent forums etc.

#### Revenue & Capital Highlights – Agenda Page 16 – Ian Harper

Summary of variances identified - Note overspend on:

Premises related costs.  
Supplies and services  
Software related.

David Heyes:

#### Premises Related

#### Over / (under)

- Business Rates Public Conveniences £11k  
The government announced that business rates would be waived on Public Conveniences, budgets were amended but the necessary legislation was delayed for one year.
- Mazar Case – Business Rates (£21k)  
Essentially a court ruling meant some commercial council tenants became liable for their business rates, consequently the Council received a business rate refund.
- Ground Maintenance works various car parks £17k
- Bank End Harbour works £14k

Mooring points, bollards, water points	
• New Stake Park Wall	£10k
• Riverbank Bank House	£11k
Various works, access control, new fencing, improvements to LED lighting	
• Other Miscellaneous	£6k
<b>Total</b>	<b>£48k</b>

<b>Supplies &amp; Services</b>	<b>Over / (under)</b>
• Additional Parking Machine – Wilkey’s Field	£13k
• Bank Charges – New Car Parking Machines	£8k
• Cleansing Services – Homeless Hostels Used to undertaken by TDC staff	£6k
• Public Burials Burials undertaken where there are no next of kin	£6k
• Postage Additional Postage – Green waste renewals and District Elections	£13k
<b>Total</b>	<b>£46k</b>

<b>Software Related</b>	<b>Over / (under)</b>
• IDOX server upgrades	£26k
• Maintenance under spends telephony system	(£20k)
• Academy System upgrades (Housing Benefit) Funded from Central Government grant	£6k
• Refuse – In-cab technology Vehicle Tracking	£16k
• Other Miscellaneous < £3k	£9k
<b>Total</b>	<b>£37k</b>

### Capital & Reserves – Agenda Page 16 - Cllr Langford

All totals in the spent to 30 Sept column are lower than the figure in the Net Capital Programme Budget 19/20 column except for Culture and Sport. Why is that figure higher?

David Heyes - The budget and expenditure in this area is almost entirely for the Stake Park *plus* £25k for Calf Street Play area but the £25k allocated to Calf Street Play area has not yet been spent.

The net budget takes into account external funding and therefore is the “Cost to the Council”

Gross Budget for Stake Park	£203,000
Less external contributions	(£87,000)
Net Budget	£116,000

Gross spend	£203,689
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So, in reality the Council has spent £689 more than the budget.

## Capital & Reserves – Agenda Page 16 – Ian Harper

Is there a schedule of when these will be spent?

David Heyes – The majority of reserves held are designated to fund the capital programme and are released as capital expenditure is incurred.

The projected expenditure profile of the Capital Programme is as below:

2019/20	£8,164k
2020/21	£9,041k
2021/22	£3,298k
2022/23	£3,266k
2023/24	£ 772k
2024/25	£ 154k
2025/26	£2,634k

With regards to revenue reserves circa £1.25m is held in the Transition in Government Funding reserve the utilisation of which will be dependent upon the future budget deficits it has to fund.

Other revenue reserves are utilised as and when they are required. For example, there is an apprentice reserves which is utilised to fund apprentices that the Council engages.

## Capital & Reserves – Agenda Page 16 - Steve Dengate

**Note 1:** Disabled Facilities Grant of £1,112k received in advance of spend September 2019. can I ask for a bit more background on this and where the grant fund(s) are designated?

David Heyes - Annually the Council receives Better Care Funding (**BCF**) via Devon County Council, in 2019/20 Torrington has received £854k BCF and has also carried forward £258k under spends from prior years.

Traditionally the monies have been used for disabled adaptations, which allows people to remain in their own homes. However increasingly some of the grant funding is spent on energy efficiency for homes, e.g. insulation and new boilers. For 2018/19 the split was £527k Disabled Adaptations and £137k energy efficiency.

## Earmarked reserves – Agenda Page 17 - Steve Dengate

### Section 106 monies:

1. Could we please have a current schedule showing the allocation amounts given (£349,839) and also any un-allocated funds available?
  2. Can we have a projected forecast if possible, of expected funds based on Heads of Terms.
  3. Confirmation that the local Councillors have been engaged / involved in these discussions?
- 
1. David Heyes - The schedule of Section 106s is contained within the attached spreadsheet *section 106 Finance Version*. The £349,839 is split between “Capital” S106s (£148k) the purpose of which are shown within the attached, commuted sums (£186k) where monies are released annually to fund grounds maintenance and general repairs. There is also £16k which relates to a section 106 for Atlantic Village to be spent on promoting retail and tourism within Bideford. The second attachment *section 106 detail* provides some additional explanation.
  2. Rachel Webdell - Unfortunately we do not hold easily accessible data for obligations that have been secured, although this is something that the government will be requiring Local Authorities to collate going forward. Therefore, over the next year we will be putting systems in place which will capture the details of all agreed Section 106 obligations.
  3. Shaun Harrington - The protocol to involve members with S106 agreements is that Planning Officers will email the Ward Members outlining Heads of Terms as part of the planning process and prior to the drafting of any S106 agreements or issuing of decisions.

## Investments – Agenda Page 17 - Steve Dengate

**Current Investment Holdings:** If it does not breach any confidence can we please have sight of the last available monthly report from Capita Asset Services giving the assessment on the current investment holdings and deposit holding accounts where the funds are held?

David Heyes – see attached *Torridge Council Monthly Investment Report Sept 19* Page 4 is the most relevant section.

## Goal 1 – Agenda Pages 18-20

### LEP Local Industrial Strategy ER4.C - Agenda Page 18 - Ian Harper:

1. Torridge Strategy, will this be a Torridge Strategy or a joint strategy with NDDC?
2. What areas are being considered, will this include the Maritime sector.

Sean Kearney

1. Yes, there will be a joint strategy with North Devon. At present we are in discussion with them about the style of the document. Our preference is that it is more a prospectus that helps us to present the opportunity that Northern Devon Offers as opposed to a large document full of statistical justification.
2. Priorities will include Innovation and enterprise, digital, marine, Agri/ Food, Tourism and Care. There will also be a recognition of climate change and the need to repurpose our market town economies.

### Inward Investment / Investment in Growth ER4.C – Agenda Page 18 – Ian Harper

**Airband switching from wireless to fibre**, what about the areas now receiving wireless will they be upgraded, whilst not our issue will Airband be able to meet this change, only recently a small family run business, communication with them is poor?

Chris Fuller - No upgrades will take place where existing installs have already taken place as the funding is not there to do so.

### Harbour Review H1.C – Agenda Page 19 - Steve Dengate:

In view of Minute 23 of our meeting 17/09/19: Action List – Estuary Strategy: To circulate detailed action plan in relation to Item 7.4, Page 26 of the estuary Strategy to Committee Members and the response from the Planning & Economy Manager. *“The report was never produced. It was a job for the then Harbour Master but for several reasons it never materialised. The task remains outstanding.”* Could we please have an indication where in the planning cycle this report is and how it will inform the Harbour Review?

Sean Kearney – Other more pressing issues have overtaken the report in terms of immediate priority and so there is currently no intention to produce it in the short term. There has also been a three day per week reduction in staff resource in the Harbour Service and so resourcing a report will be difficult at this time.

## **Harbour Review H1.C Page 19 - Ian Harper:**

who has responsibility for Estuary beyond the designated area of the Board?

Sean Kearney - This is not a simple question to answer. Different organisations have responsibility for different issues. The far bank of the Torridge after Ethelwynne Brown Close is in North Devon although most of the foreshore is leased to us by the Crown. The District boundary runs down the middle of the river.

Regulation and management of water-based activities are not the responsibility of any organisation in particular. Users are requested to abide by a voluntary code of conduct that was prepared by the Taw and Torridge Estuary Forum, but they are not policed or enforced. There is more information in the Estuary strategy <https://www.torridge.gov.uk/CHttpHandler.ashx?id=13968&p=0>

## **Goal 2 – Agenda Page 21**

### **Action PL2.C - ND & TDC Traveller Site Allocations Development Plan Document: - Steve Dengate**

How is this going then? We do seem to be rehearsing the known, when will this piece of work be programmed in for delivery?

Dawn Burgess - The delivery of a Traveller's Site Allocations DPD will be considered as part of a wider review of the Local Plan and as part of a requirement for Plan to be reviewed within five years of adoption. While there is currently no defined timeframe for this action, we anticipate that Traveller Site Allocations will be covered

in an update to the Local Development Scheme, which we expect will be undertaken next year.

## **NI155 Affordable Housing Delivery – Agenda Page 23 – Ian Harper**

Affordable Housing, CLTs is there a reason why there has been no uptake of the grant available?

Rachel Webdell - Whilst we have several CLT's operating in Torridge, we only have one currently at a stage in the development process whereby this funding could be accessed for the intended purpose. The CLT in question is Holsworthy CPT. As of now they have not submitted an application which I understand is due to them currently working on the wider viability of their proposed scheme which has secured planning permission.

## Section 106 Capital Funds TDC currently hold

Site	Total Sum Received	Capital	Revenue	Year Received	Planning Obligation	Capital Balance	Allocated (Where un-allocated, TDC may be considering internal projects)
<b>BIDEFORD</b>							
Strongvox Development - adj Pollyfield	<b>£10,000.00</b>	£10,000.00		2013/14	Recreational Facilities in locality of site	<b>£5,760.00</b>	No
Salterns Phase II, East the Water, Bideford	<b>£27,300.00</b>			2012/13	Affordable Housing within Bideford	<b>£27,300.00</b>	Potential Newton Road Development, Bideford
Moreton Park, Bideford (Row Development)	<b>£18,024.00</b>	£10,000.00	£8,024.00	2017/18	Off Site Recreation provision at Short Close - Londonderry	<b>£10,000.00</b>	Allocated - Short Close Open Space, Londonderry
9/10 Bridgeland Street, Bideford	<b>£19,556.70</b>			2013/14	CCTV improvements	<b>£3,944</b>	Yes
Atlantic Village Development	<b>£100,000.00</b>			2008/09	Bideford Town Centre Regeneration	<b>£15,756.00</b>	Yes
Old School House, Belvoir Road	<b>£19,680.00</b>	£10,824.00	£8,024.00	2017/18	Recreation/Play Provision within the vicinity of the Site	<b>£10,824.00</b>	No
Venn, Mines Road	<b>£14,977.87</b>	£8,238.00	£6,740.00	2018/19	New or existing play provision in the vicinity of the site	<b>£8,238.00</b>	No
<b>WESTWARD HO!</b>							



Land at Pebbleridge Road	<b>£19,537.00</b>	£11,513.00	£8,024.00	2017/18	Recreation Provision in Westward Ho!	<b>£11,513.00</b>	No
Rosalyn Gardens	<b>£18,022.00</b>	£9,912.10	£8,109.90	2018/19	Recreation Provision in Westward Ho!	<b>£9,912.10</b>	No
Four Winds, Cornborough Road	<b>£10,510.00</b>	£5,780.00	£4,730.00	2018/19	Play provision in the vicinity of the site	<b>£5,780.00</b>	No
<b>NORTHAM</b>							
Land at Trelyon, 28 Bay View Road, Bideford	<b>£17,156.00</b>	£10,000.00	£7,156.00	2017/18	Recreation within the vicinity of the site	<b>£10,000.00</b>	Provisional - Lords Meadow Park Improvements, Northam (NTC)
<b>HOLSWORTHY</b>							
Manor Farm, Bradford, (Dunsland Cross)	<b>£15,000.00</b>			2015/16	South West Water Communication Contribution	<b>£13,247.50</b>	ALLOCATED - To South West Water
Rydon Fields Phase V	<b>£18,475.00</b>	£10,161.25	£8,313.75	2018/19	Upgrading recreation facilities at Stanhope Park	<b>£10,161.25</b>	Yes
<b>TORRINGTON</b>							
Bluecoats School, Torrington	<b>£10,000.00</b>			2018/19	Recreation Provision in the Vicinity	<b>£10,000.00</b>	ALLOCATED - Improvement to existing play area at Calf Street, Torrington
<b>RURAL AREAS</b>							
Land at Chapel Park, Parkham	<b>£5,721.00</b>			2018/19	Off Site Play Provision	<b>£5,721</b>	No


**Capital Section 106s**

Site	£	Purpose
LAND AT COLLEGE PARK EXT-MORETON HOUSE POLLYFIELD STRONGVOX	(10,000)	Off site recreation Improving Recreation provision in the vicinity of the Strongvox Development -
	(5,761)	East the Water
HIGHFIELD HOMES - PHASE V RYDON FIELDS	(10,161)	Off site recreation
LAND AT MANOR FARM BRADFORD HOLSWORTHY	(11,665)	Contribution to South West Water
LAND AT TRELYON - 28 BAVIEW ROAD	(10,000)	Off site recreation
LAND AT CHAPEL ROAD NORTHAM	(5,722)	Off site recreation
S106 Bluecoat School White Ln Torrington	(10,000)	Off site play equipment
09/10 BRIDGELAND STREET	(3,944)	Bideford CCTV maintenance - agrred to be used for Skate Park CCTV
SALTERNS PHASE II BIDEFORD EAST	(27,300)	Affordable Housing
FOURWINDS CORNBOROUGH RD TOURISM INFRAS	(5,782)	Play Provision
Old School House, Belvoir Road Bideford	(10,824)	Off Site Recreation Contribution
Land at Pebbleridge Road, Westward Ho!, Devon	(10,745)	Off Site Recreation Contribution
DOV-VENN MINES ROAD EAST-THE-WATER	(8,238)	Play space contribution at Gammaton,Road East the water
S106 ROSLYN GARDENS WESTWARD HO	(18,022)	Recreation provision in the vicinity of the site
<b>Subtotal</b>	<b>(148,163)</b>	

**Commuted Sum S106 - released to support revenue budgets**

Site	Remaining Balance - £
Hartland Forest, Woolsery	(3,175)
Nelson Garage, Westward Ho!	(3,015)
Goodwood Park, Northam	(2,159)
Nelson Inn, Westward Ho!	(5,578)
Adj 72 Clovelly Road, Bideford	(2,072)
Kenwith	(11,188)
Trafalgar Drive, Great Torrington	(0)
St Andrew's Close, Sutcombe Play Area	(3,522)
Elms Meadow Play Area	(22,330)
Chubbycroft Close play area, Hartland	(1,214)
18 Potacre Street, Torrington	(1,406)
INDIGO, (109-111 Meddon Street), Bideford	(4,661)
Gammaton Road, Bideford	(14,487)
Tors View, Gainsborough Drive	(3,567)
Newland Homes - Catshole Lane	(23,555)
Fountain Fields	(17,315)
Buckleigh Grange - Westward Ho	(4,044)
FORMER TENNIS CLUB - AVON LANE - WW HO!	(5,750)
Land at Trelyon 28 Bay View Road Northam	(6,449)
Land at College park ext - Moreton House	(7,222)
Littlebrook, Mines Road, East the Water	(7,650)
Old School House, Belvoir Road Bideford	(8,413)
Land at Pebbleridge Road, Westward Ho!, Devon	(8,352)
RYDON FIELDS PHASE V, HOLSWORTHY	(7,898)
DOV-VENN MINES ROAD EAST-THE-WATER	(6,403)
Fourwinds Cornborough Road	(4,494)
<b>Subtotal</b>	<b>(185,919)</b> * the original value of the Section 106 agreed was £383,037
Altantic Village - To promote & market Retail & Tourism with Bideford	(15,757)
<b>Total</b>	<b>(349,839)</b>



# Torridge District Council

## Monthly Investment Analysis Review

September 2019

## Monthly Economic Summary

**General Economy**

September's economic data began with the August Markit/CIPS Manufacturing PMI figure falling to 47.4, from 48.0 the previous month. The latest reading pointed to the steepest month of contraction in the manufacturing sector since July 2012 as new orders fell the most in over seven years, amid ongoing global trade tensions, slower world economic growth and Brexit uncertainty. The Construction PMI, meanwhile, fell by 0.3 points to 45.0. The latest reading pointed to the fourth consecutive month of contraction in the construction sector, led by the sharpest reduction in new work since March 2009. Rounding out the set of activity surveys for July, the Services PMI fell to 50.6 from July's figure of 51.4, leaving the Composite figure at 50.2, indicating the UK economy expanded slightly last month.

The UK posted a trade deficit of £0.22 billion in July compared to a downwardly revised £0.13 billion deficit in the prior month. Imports rose 2.7% while exports grew at a slower 2.5% rate. GDP data, meanwhile, showed that the UK economy stagnated in the three months to July, improving on the contraction in the three months to June. The stagnation reflected subdued growth in the services sector of just 0.2% and contraction in both the production and construction sectors of 0.5% and 0.8% respectively. However, year-on-year GDP growth remained steady at 1% during July.

The UK's unemployment rate fell to 3.8% in the three months to July, back at its joint lowest in the last 44 years, slightly below market expectations of 3.9%. Unemployment declined by 11,000 to 1.294 million and employment jumped by 31,000 to 32.777 million, below forecasts of a 53,000 increase. Average earnings excluding bonuses, meanwhile, rose by 3.8% in the three months to July, after a 3.9% increase in the previous period, which matched market expectations.

On an annual basis, CPI inflation fell to 1.7% y/y in 2019 from 2.1% y/y in July, below market expectation of 1.9% and the Bank of England's 2% target. This was the lowest inflation rate since December 2016, amid a slowdown in cost of transport and fall in clothing and footwear prices. The Core CPI figure (which strips out the more volatile components), decreased to 1.5% in August from 1.9% in July, the lowest figure since November 2016. Retail sales fell by 0.2% m/m in August, following an upwardly revised rise of 0.4% in the previous month and compared to market forecasts of no change. Much of the decline was attributable to a 3.2% fall in non-store (predominately online) sales. Year-on-year retail sales growth eased to 2.7%, down from 3.4% in July and below market forecasts of 2.9% growth.

The number of mortgages approved for house purchases in the UK dropped to 65,545 in August, from an 18-month high of 67,011 in July and below market expectations of 66,400. In addition, the number of approved loans secured on dwellings for remortgaging rose to 48,515 from 47,110 in July, while the number of loans for other purposes increased to 14,635 from 13,965. Net mortgage lending rose by £3.85 billion in August, missing the market's consensus of a £4.2 billion rise. The Confederation of British Industry's monthly retail sales balance jumped 33 points from a month earlier to -16 in September, recovering from a near 11-year low. It was also well above market expectations of -25. Still, the latest reading pointed to the fifth consecutive month of decline in retail sales, amid a weaker pound, concerns about potential tariffs and supply issues in the event of a no-deal Brexit. The GfK Consumer Confidence index, meanwhile, rose by 2 points to -12 last month, beating the market forecast of -14, as all five sub-indices recorded gains.

Against the backdrop, the Bank of England's Monetary Policy Committee voted unanimously to hold the bank rate at 0.75% during its September policy meeting, as was widely expected. The bank also reaffirmed its pledge to enact gradual and limited rate rises, assuming a smooth Brexit and some recovery in global growth levels.

In the US, nonfarm payrolls increased by 130,000 in August, following a downwardly revised 159,000 in July and below market expectations of 158,000. Job gains were recorded in the public sector (largely reflecting the hiring of temporary workers for the 2020 Census), health care and financial activities. Average hourly earnings for all employees increased by 0.4% m/m and 3.2% y/y. The unemployment rate remained at the 3.7% rate recorded in July, which was expected by the market.

US CPI rose by 1.7% y/y in August, marginally below consensus forecasts of a 1.8% y/y rise, largely the result of a fall in energy prices. Excluding the more volatile items, such as food and energy prices, core inflation rose to 2.4% in August, the highest this year and above market expectation of a 2.3% gain. The US economy grew at a 2.3% annual rate in the second quarter, down from the 3.1% expansion recorded in the first quarter. The Euro Area unemployment rate reduced slightly to 7.4% in August, the lowest since May 2008 and slightly below market expectations of 7.5%, as the number of unemployed continued to decline. Compared with July, the number of people unemployed in the Euro Area decreased by 115,000 to 12.169 million.

## Housing

The Halifax House Price Index in the UK increased 1.8 percent year-on-year in the three months to August of 2019, following a downwardly revised 1.5 percent rise in the previous month and below market expectations of 3.4 percent.

## Currency

Over the month of September, the pound moved significantly against the dollar, increasing from \$1.213 to \$1.256 in mid-late September, but ultimately fell back to finish at \$1.231. Likewise against the Euro, the pound started the month at €1.105, peaked at €1.136 and ultimately ended the month at €1.125. The pound's volatility during the month resulted from the ever changing UK political and Brexit outlooks, as well as increasing signs of a global slowdown.

## Forecast

The domestic economy remains unsettled in the run up to the Brexit deadline while the global economy follows suit (US economic figures have actually shown a decline in the past month). Link Asset Services do not expect a base rate rise until Q4 2020.

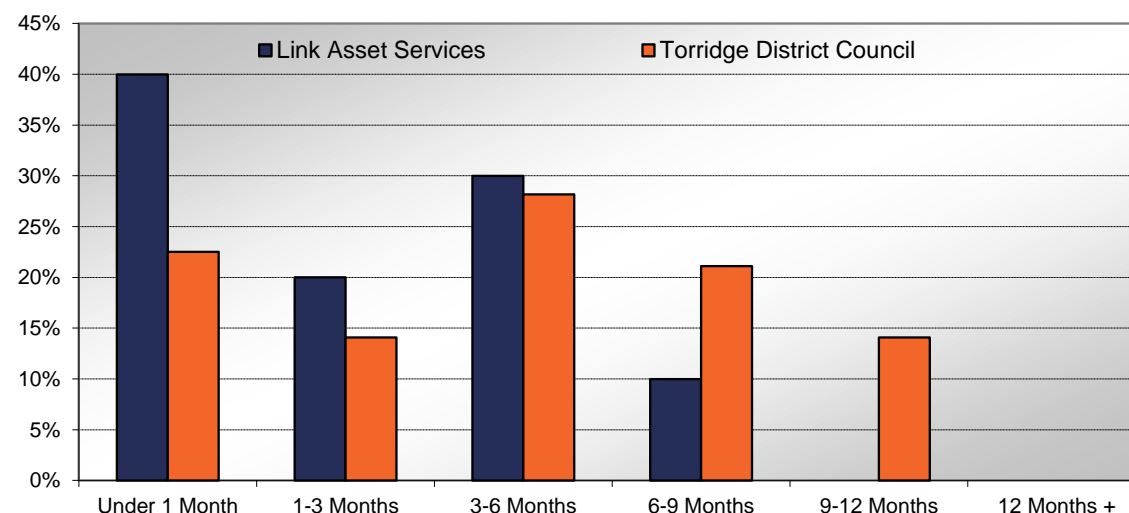
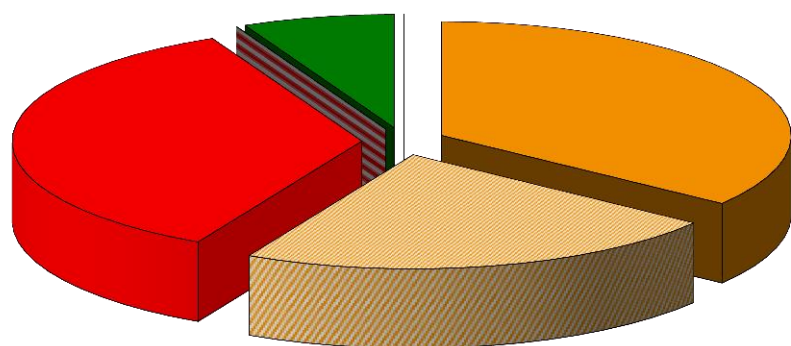
Bank Rate							
	Now	Dec-19	Mar-20	Jun-20	Sep-20	Dec-20	Mar-21
Link Asset Services	0.75%	0.75%	0.75%	0.75%	0.75%	1.00%	1.00%
Capital Economics	0.75%	0.75%	0.75%	0.75%	1.00%	1.00%	-

## Torridge District Council

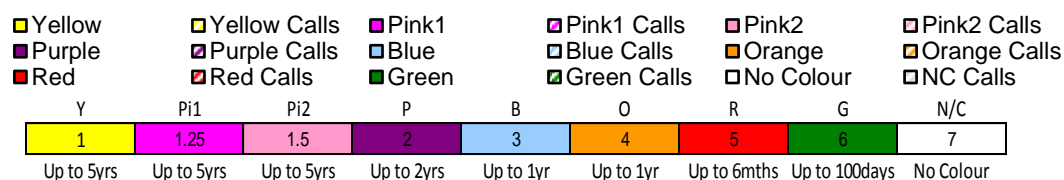
### Current Investment List

Borrower	Principal (£)	Interest Rate	Start Date	Maturity Date	Lowest Long Term Rating	Historic Risk of Default
Lloyds Bank Plc (RFB)	3,198,000	0.65%		Call	A+	0.000%
Goldman Sachs International Bank	2,000,000	1.32%	13/12/2018	12/12/2019	A	0.011%
Lloyds Bank Plc (RFB)	1,000,000	1.00%	17/07/2019	17/01/2020	A+	0.016%
Lloyds Bank Plc (RFB)	1,000,000	0.85%	27/08/2019	27/02/2020	A+	0.022%
Barclays Bank Plc (NRFB)	1,000,000	0.80%	11/06/2019	11/03/2020	A	0.024%
Leeds Building Society	1,000,000	0.79%	17/09/2019	17/03/2020	A-	0.024%
Lloyds Bank Plc (RFB)	1,000,000	1.25%	26/04/2019	26/04/2020	A+	0.030%
Lloyds Bank Plc (RFB)	2,000,000	1.25%	11/06/2019	11/06/2020	A+	0.037%
Goldman Sachs International Bank	2,000,000	0.97%	08/07/2019	06/07/2020	A	0.040%
<b>Total Investments</b>	<b>£14,198,000</b>	<b>0.97%</b>				<b>0.021%</b>

Portfolio Composition by Link Asset Services' Suggested Lending Criteria



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Portfolios weighted average risk number = 4.49

WARoR = Weighted Average Rate of Return  
WAM = Weighted Average Time to Maturity

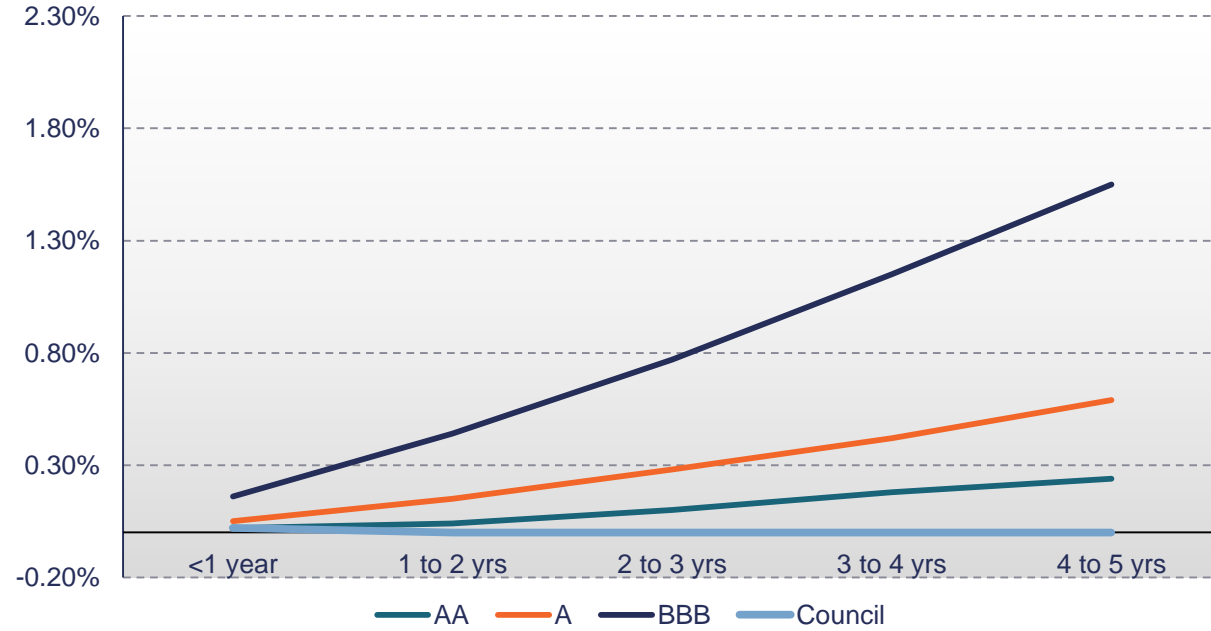
	% of Portfolio	Amount	% of Colour in Calls	Amount of Colour in Calls	% of Call in Portfolio	WARoR	WAM	WAM at Execution	Excluding Calls/MMFs/USDBFs	
									WAM	WAM at Execution
Yellow	0.00%	£0	0.00%	£0	0.00%	0.00%	0	0	0	0
Pink1	0.00%	£0	0.00%	£0	0.00%	0.00%	0	0	0	0
Pink2	0.00%	£0	0.00%	£0	0.00%	0.00%	0	0	0	0
Purple	0.00%	£0	0.00%	£0	0.00%	0.00%	0	0	0	0
Blue	0.00%	£0	0.00%	£0	0.00%	0.00%	0	0	0	0
Orange	57.74%	£8,198,000	39.01%	£3,198,000	22.52%	0.94%	119	179	196	293
Red	35.22%	£5,000,000	0.00%	£0	0.00%	1.07%	174	346	174	346
Green	7.04%	£1,000,000	0.00%	£0	0.00%	0.79%	169	182	169	182
No Colour	0.00%	£0	0.00%	£0	0.00%	0.00%	0	0	0	0
<b>Total</b>	<b>100.00%</b>	<b>£14,198,000</b>	<b>22.52%</b>	<b>£3,198,000</b>	<b>22.52%</b>	<b>0.97%</b>	<b>142</b>	<b>238</b>	<b>183</b>	<b>307</b>



# Torridge District Council

## Investment Risk and Rating Exposure

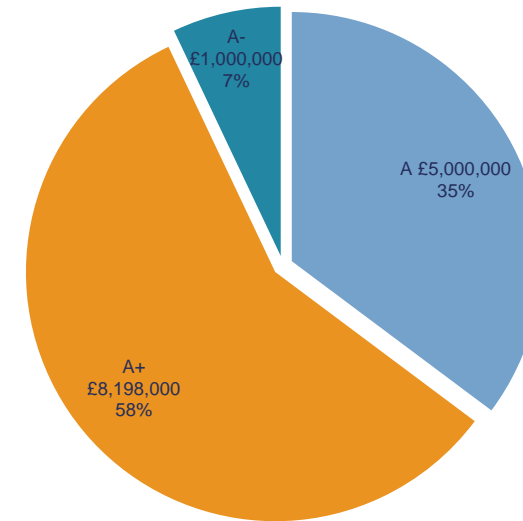
Investment Risk Vs. Rating Categories



Historic Risk of Default

Rating/Years	<1 year	1 to 2 yrs	2 to 3 yrs	3 to 4 yrs	4 to 5 yrs
AA	0.02%	0.04%	0.10%	0.18%	0.24%
A	0.05%	0.15%	0.28%	0.42%	0.59%
BBB	0.16%	0.44%	0.77%	1.15%	1.55%
Council	0.021%	0.000%	0.000%	0.000%	0.000%

Rating Exposure



### Historic Risk of Default

This is a proxy for the average % risk for each investment based on over 30 years of data provided by Fitch, Moody's and S&P. It simply provides a calculation of the possibility of average default against the historical default rates, adjusted for the time period within each year according to the maturity of the investment.

### Chart Relative Risk

This is the authority's risk weightings compared to the average % risk of default for "AA", "A" and "BBB" rated investments.

### Rating Exposures

This pie chart provides a clear view of your investment exposures to particular ratings.

## Torridge District Council

### Monthly Credit Rating Changes FITCH

Date	Update Number	Institution	Country	Rating Action
06/09/2019	1693	Commerzbank AG	Germany	The Short Term Rating was upgraded to 'F1' from 'F2'.

## Torrige District Council

### Monthly Credit Rating Changes MOODY'S

Date	Update Number	Institution	Country	Rating Action
20/09/2019	1696	Credit Agricole Corporate and Investment Bank	France	The Long Term Rating was upgraded to 'Aa3' from 'A1' and the Outlook was changed to Stable from Positive.
20/09/2019	1696	Credit Agricole S.A.	France	The Long Term Rating was upgraded to 'Aa3' from 'A1' and the Outlook was changed to Stable from Positive.

## Torrige District Council

### Monthly Credit Rating Changes S&P

Date	Update Number	Institution	Country	Rating Action
16/09/2019	1694	NRW.BANK	Germany	The Long Term Rating was upgraded to 'AA' from 'AA-' and the Outlook was changed to Stable from Positive.
18/09/2019	1695	DZ Bank AG Deutsche Zentral Genossenschaftsbank	Germany	The Outlook on the Long Term Rating was changed to Negative from Stable.
27/09/2019	1697	Swedbank AB	Sweden	The Long Term Rating was removed from Negative Watch and placed on Negative Outlook.

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