

FINANCE & GENERAL PURPOSE BANKING SUB COMMITTEE
FRIDAY 11TH DECEMBER 2009

PRESENT: Councillor J. Arbuckle in the Chair.

Councillors: D. Collins, I. Scott and R. Hardcastle.

In attendance: T. Ferry

1. INVESTMENT OF COUNCIL FUNDS

Members reported findings of enquiries that have been carried out since the last meeting.

Abbey was reported as providing two accounts that may be suitable for Town Council investment; these are the Abbey Branch Saver Account at 2.3% variable and the Abbey 1 or 2 year fixed rate saving bonds at 3% and 4% respectively.

Lloyds TSB account high interest rates upper level was 1.2%.

Barclay's are currently offering a 1-year fixed term Business bond at a fixed rate of 2% and an instant access savings account at -1%.

Leeds Building Society treasury account at 0.3%.

Members discussed these rates and agreed that the Abbey are currently providing the best rates and that these should be investigated further to ensure that the accounts are suitable for the Town Council with the Town Council being the name on the account.

Members agreed that £60,000 is to be reinvested with the following breakdown, £10,000 should be put into the Abbey's Branch Saver Account at 2.3% variable and £50,000 put into the Abbey 2-Year Fixed Rate Savings Bond at 4%.

RESOLVED – That Councillors Collins and Arbuckle are to confirm with the Abbey that these accounts can be set up in the Town Council name and when this is confirmed an Abbey Branch Saver Account is to be opened with a deposit of £10,000 and an Abbey 2-Year Fixed Rate Savings Bond be opened with a deposit of £50,000.

HTC/F&GPBank/19