

By: Chairman Superannuation Fund Committee  
Head of Financial Services

To: Superannuation Fund Committee – 19 November 2010

Subject: **CASH MANAGEMENT**

Classification: Unrestricted

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Summary: Update on the treasury management for the internally managed cash

**FOR DECISION**

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### **INTRODUCTION**

1. Since July 2010 the Pension Fund's cash has been managed separately from KCC's cash and invested in accordance with the Treasury Management Strategy agreed by the Superannuation Committee on 18 June 2010.

### **CASH BALANCE**

2. As at 31 October the total internally managed cash balance was £28.9m an increase of £14.4m over the 3 months from 31 July.
3. The overall return earned on the cash was just over 1.1% pa. Of the total balance £13.4m was on deposit in an RBS call account and £15.3m was invested in the JP Morgan Sterling Liquidity Fund.
4. The present cash balance is in excess of the agreed minimum amount of £15m required to cover the Fund's ongoing payments and the Treasury Management Strategy states that surplus cash should be transferred to fund managers.

### **RECOMMENDATION**

5. Members are recommended to confirm the transfer of £14m to fund managers and to agree the fund allocation.

**Alison Mings**  
Treasury and Investments Manager