

| Capital Expenditure (Based on Capital Strategy Outturn 2019/20): | 2019/20                         | 2019/20                       | 2019/20                       | 2019/20       | 2020/21                          | 2021/22                          | 2022/23                          |
|--|---------------------------------|-------------------------------|-------------------------------|---------------|----------------------------------|----------------------------------|----------------------------------|
|  | Original Estimate February 2019 | Revised Mid year review 19-20 | Revised Final Cap Feb 20 Exec | Actual        | Revised Cap Outturn July 20 Exec | Revised Cap Outturn July 20 Exec | Revised Cap Outturn July 20 Exec |
|  | £000                            | £000                          | £000                          | £000          | £000                             | £000                             | £000                             |
| General Fund   | 32,188                          | 32,923                        | 31,224                        | 13,140        | 36,715                           | 8,510                            | 18,129                           |
| HRA  | 47,792                          | 33,706                        | 33,249                        | 30,387        | 34,763                           | 60,245                           | 54,010                           |
| <b>Total</b>   | <b>79,979</b>                   | <b>66,629</b>                 | <b>64,473</b>                 | <b>43,527</b> | <b>71,478</b>                    | <b>68,755</b>                    | <b>72,139</b>                    |

| Ratio of financing costs to net revenue stream: | 2019/20                         | 2019/20                       | 2019/20                       | 2019/20 | 2020/21                       | 2021/22                       | 2022/23                       |
|---|---------------------------------|-------------------------------|-------------------------------|---------|-------------------------------|-------------------------------|-------------------------------|
|   | Original Estimate February 2019 | Revised Mid year review 19-20 | Revised Final Cap Feb 20 Exec | Actual  | Revised Final Cap Feb 20 Exec | Revised Final Cap Feb 20 Exec | Revised Final Cap Feb 20 Exec |
|   | %                               | %                             | %                             | %       | %                             | %                             | %                             |
| General Fund Capital Expenditure                | 6.77%                           | 6.77%                         | 5.60%                         | 8.22%   | 6.43%                         | 7.62%                         | 7.73%                         |
| HRA Capital Expenditure                         | 16.78%                          | 16.78%                        | 16.83%                        | 15.16%  | 18.68%                        | 20.56%                        | 21.18%                        |

General Fund: Net revenue stream is the RSG, NNDR grant and Council Tax raised for the year.

HRA: The net revenue stream is the total HRA income shown in the Council's accounts from received rents, service charges and other incomes. The ratio of financing costs to net revenue stream reflects the high level of debt as a result of self financing.

| Authorised Limit for external debt | 2019/20                         | 2019/20                       | 2019/20                       | 2019/20        | 2020/21                          | 2021/22                          | 2022/23                          |
|------------------------------------|---------------------------------|-------------------------------|-------------------------------|----------------|----------------------------------|----------------------------------|----------------------------------|
|                                    | Original Estimate February 2019 | Revised Mid year review 19-20 | Revised Final Cap Feb 20 Exec | Actual         | Revised Cap Outturn July 20 Exec | Revised Cap Outturn July 20 Exec | Revised Cap Outturn July 20 Exec |
|                                    | £000                            | £000                          | £000                          | £000           | £000                             | £000                             | £000                             |
| Borrowing - General Fund           | 43,341                          | 48,407                        | 55,317                        | 55,317         | 70,004                           | 71,585                           | 78,230                           |
| Borrowing - HRA                    | 235,729                         | 224,034                       | 223,824                       | 223,824        | 241,771                          | 267,335                          | 289,827                          |
| <b>Total</b>                       | <b>279,070</b>                  | <b>272,441</b>                | <b>279,141</b>                | <b>279,141</b> | <b>311,775</b>                   | <b>338,920</b>                   | <b>368,058</b>                   |

The authorised limit in that it is the level up to which the Council may borrow without getting further approval from Full Council. The Council may need to borrow short term for cash flow purposes, exceeding the operational boundary. The authorised limit allows for £8m headroom above the Operational Boundary (£2m General Fund and £6m HRA), which is in addition to our capital plans. The Operational Boundary and Authorised Limit include £15m for the Queensway residential lease, and £6m for the Bus Station.

| Operational Boundary for external debt | 2019/20                         | 2019/20                       | 2019/20                       | 2019/20        | 2020/21                          | 2021/22                          | 2022/23                          |
|--|---------------------------------|-------------------------------|-------------------------------|----------------|----------------------------------|----------------------------------|----------------------------------|
|  | Original Estimate February 2019 | Revised Mid year review 19-20 | Revised Final Cap Feb 20 Exec | Actual         | Revised Cap Outturn July 20 Exec | Revised Cap Outturn July 20 Exec | Revised Cap Outturn July 20 Exec |
|  | £000                            | £000                          | £000                          | £000           | £000                             | £000                             | £000                             |
| Borrowing - General Fund               | 38,341                          | 46,407                        | 53,317                        | 53,317         | 68,004                           | 69,585                           | 76,230                           |
| Borrowing - HRA                        | 230,729                         | 218,034                       | 217,824                       | 217,824        | 235,771                          | 261,335                          | 283,827                          |
| <b>Total</b>                           | <b>269,070</b>                  | <b>264,441</b>                | <b>271,141</b>                | <b>271,141</b> | <b>303,775</b>                   | <b>330,920</b>                   | <b>360,058</b>                   |

The operational boundary differs from the authorised limit in that it is the level up to which the Council expects to have to borrow. The Council may need to borrow short term for cash flow purposes, exceeding the operational boundary. The operational boundary allows for £7m headroom in addition to our capital plans (£5m General Fund and £2m HRA) plus £15m from 20/21 for the Queensway residential lease (acquisition values), and £6m for the Bus Station. £11.75m for the Queensway commercial lease is in the 19/20 opening figures.

| Gross & Net Debt                   | 2019/20                         | 2019/20                       | 2019/20                       | 2019/20        | 2020/21                          | 2021/22                          | 2022/23                          |
|------------------------------------|---------------------------------|-------------------------------|-------------------------------|----------------|----------------------------------|----------------------------------|----------------------------------|
|                                    | Original Estimate February 2019 | Revised Mid year review 19-20 | Revised Final Cap Feb 20 Exec | Actual         | Revised Cap Outturn July 20 Exec | Revised Cap Outturn July 20 Exec | Revised Cap Outturn July 20 Exec |
|                                    | £000                            | £000                          | £000                          | £000           | £000                             | £000                             | £000                             |
| Gross External Debt - General Fund | 38,341                          | 30,124                        | 16,896                        | 2,545          | 20,963                           | 23,350                           | 30,851                           |
| Gross External Debt - HRA          | 230,729                         | 211,231                       | 211,231                       | 206,684        | 226,784                          | 252,348                          | 274,840                          |
| <b>Gross External Debt</b>         | <b>269,070</b>                  | <b>241,355</b>                | <b>228,127</b>                | <b>209,229</b> | <b>247,747</b>                   | <b>275,698</b>                   | <b>305,691</b>                   |
| Less Investments                   | (38,770)                        | (63,741)                      | (50,664)                      | (54,072)       | (61,176)                         | (51,008)                         | (45,622)                         |
| <b>Net Borrowing</b>               | <b>230,301</b>                  | <b>177,614</b>                | <b>177,463</b>                | <b>155,157</b> | <b>186,571</b>                   | <b>224,690</b>                   | <b>260,070</b>                   |

The Gross External Debt is the actual debt taken out by the Council plus any relevant long term liabilities. The Gross External Debt should not exceed the Operational Boundary for external debt. For 2019/20 there is estimated borrowing of £14.35m for the General Fund and £8.6m for the HRA, none of which has been taken to date.

The Net Borrowing is defined as gross external debt less investments. The net borrowing requirement may not, except in the short term, exceed the total capital financing requirement in the preceding year, plus the estimates of any additional financing.

| Capital Financing Requirement              | 2019/20                         | 2019/20                       | 2019/20                       | 2019/20        | 2020/21                          | 2021/22                          | 2022/23                          |
|--|---------------------------------|-------------------------------|-------------------------------|----------------|----------------------------------|----------------------------------|----------------------------------|
|  | Original Estimate February 2019 | Revised Mid year review 19-20 | Revised Final Cap Feb 20 Exec | Actual         | Revised Cap Outturn July 20 Exec | Revised Cap Outturn July 20 Exec | Revised Cap Outturn July 20 Exec |
|  | £000                            | £000                          | £000                          | £000           | £000                             | £000                             | £000                             |
| Capital Financing Requirement GF           | 35,841                          | 41,407                        | 42,317                        | 28,053         | 46,004                           | 47,585                           | 54,230                           |
| Capital Financing Requirement HRA          | 210,729                         | 216,034                       | 215,824                       | 213,671        | 233,771                          | 259,335                          | 281,827                          |
| <b>Total Capital Financing Requirement</b> | <b>246,570</b>                  | <b>257,441</b>                | <b>258,141</b>                | <b>241,724</b> | <b>279,775</b>                   | <b>306,920</b>                   | <b>336,058</b>                   |

The Capital Financing Requirement (CFR) reflects the amount of money the Council would need to borrow to fund its capital programme. This is split between the Housing Revenue Account CFR (HRACFR) and the General Fund CFR (GFCFR).