

Appendix A	2018/19 Treasury Management Strategy - Mid year review					
Treasury Management Prudential Indicators						
	2017/18	2018/19	2018/19	2018/19	2019/20	2020/21
Capital Expenditure (Based on Q1 Capital report September 2018):	Actual	Original February 2018	Revised September 2018 (TM report)	Revised Mid year review 18-19	Revised Mid year review 18-19	Revised Mid year review 18-19
	£000	£000	£000	£000	£000	£000
General Fund	9,013	21,708	32,007	32,007	17,544	3,784
HRA	17,022	31,355	26,128	26,128	44,744	31,439
Total	26,035	53,063	58,135	58,135	52,148	35,409
	2017/18	2018/19	2018/19	2018/19	2019/20	2020/21
Ratio of financing costs to net revenue stream:	Actual	Original February 2018	Revised September 2018 (TM report)	Revised Mid year review 18-19	Revised Mid year review 18-19	Revised Mid year review 18-19
	%	%	%	%	%	%
General Fund Capital Expenditure	6.91%	14.22%	14.22%	9.34%	15.32%	15.13%
HRA Capital Expenditure	15.61%	16.94%	16.94%	16.94%	16.72%	16.16%
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.						
	2017/18	2018/19	2018/19	2018/19	2019/20	2020/21
Authorised Limit for external debt	Actual	Revised February 2018	Revised September 2018 (TM report)	Revised Mid year review 18-19	Revised Mid year review 18-19	Revised Mid year review 18-19
	£000	£000	£000	£000	£000	£000
Borrowing - General Fund	33,971	40,666	40,666	40,666	42,251	43,103
Borrowing - HRA	217,655	217,655	217,655	217,685	217,685	217,685
Total	251,625	258,321	258,321	258,351	259,906	260,758
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 £9m headroom, which is in addition to our capital plans.						
	2017/18	2018/19	2018/19	2018/19	2019/20	2020/21
Operational Boundary for external debt	Actual	Revised February 2018	Revised September 2018 (TM report)	Revised Mid year review 18-19	Revised February 2018	Revised February 2018
	£000	£000		£000	£000	£000
Borrowing - General Fund	31,471	38,166	38,166	38,166	39,751	40,603
Borrowing - HRA	211,209	211,209	211,209	211,209	211,209	211,209
Total	242,680	249,376	249,375	249,375	250,961	251,812
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 £1m headroom in addition to our capital plans.						
	31/03/2018	31/03/2019	31/03/2019	31/03/2019	31/03/2020	31/03/2021
Gross & Net Debt	Actual	Revised February 2018	Revised September 2018 (TM report)	Revised September 2018 (TM report)	Revised February 2018	Revised February 2018
	£000	£000	£000	£000	£000	£000
Gross External Debt - General Fund	4,572	18,389	18,389	18,390	20,692	22,284
Gross External Debt - HRA	203,915	206,174	206,174	209,074	206,174	206,174
Gross External Debt	208,487	224,563	224,563	227,464	226,866	228,458
Less Investments	(62,380)	(45,563)	(45,563)	(54,119)	(37,038)	(31,479)
Net Borrowing	146,107	179,000	179,000	173,345	189,828	196,979
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						
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.						
	31/03/2018	31/03/2019	31/03/2019	31/03/2019	31/03/2020	31/03/2021
Capital Financing Requirement	Actual	Revised February 2018	Revised September 2018 (TM report)	Revised Mid year review 18-19	Revised February 2018	Revised February 2018
	£000	£000	£000	£000	£000	£000
Capital Financing Requirement GF	15,623	35,666	35,666	29,835	37,251	38,103
Capital Financing Requirement HRA	206,253	208,709	208,709	211,857	208,709	208,709
Total Capital Financing Requirement	221,876	244,376	244,376	241,692	245,961	246,812
The Capital Financing Requirement (CFR) reflects the amount of money the Council would need to borrow to fund it's capital programme. This is split between the Housing Revenue Account CFR (HRACFR) and the General Fund CFR (GFCFR).						