

Appendix C									
2022/23 Treasury Management Strategy									
Treasury Management Prudential Indicators									
	2021/22	2021/22	2022/23	2022/23	2023/24	2023/24	2024/25	2024/25	2025/26
Capital Expenditure (Based on Final Capital Strategy February 2022):	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Revised Final Cap Feb 22 Exec
	£000	£000	£000	£000	£000	£000	£000	£000	£000
General Fund	17,400	20,929	20,145	30,510	26,137	14,369	14,795	1,939	283
HRA	52,488	53,656	56,858	64,666	37,256	37,186	28,748	28,818	4,615
Total	69,887	74,584	77,004	95,176	63,393	51,556	43,543	30,757	4,898
	2021/22	2021/22	2022/23	2022/23	2023/24	2023/24	2024/25	2024/25	2025/26
Ratio of financing costs to net revenue stream:	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Revised Final Cap Feb 22 Exec
	%	%	%	%	%	%	%	%	%
General Fund Capital Expenditure	4.78%	5.27%	5.28%	5.52%	6.12%	6.17%	6.73%	6.59%	6.42%
HRA Capital Expenditure	16.82%	15.71%	17.09%	17.18%	17.08%	17.36%	16.16%	16.44%	15.19%
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									
	2021/22	2021/22	2022/23	2022/23	2023/24	2023/24	2024/25	2024/25	2025/26
Authorised Limit for external debt	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Revised Final Cap Feb 22 Exec
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Borrowing - General Fund	45,294	52,155	51,126	60,037	52,484	61,353	51,730	60,559	59,754
Borrowing - Queensway residential	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Borrowing - HRA	272,076	270,144	287,716	285,784	299,696	297,764	299,696	297,764	297,764
Total	332,371	337,299	353,843	360,821	367,180	374,117	366,426	373,322	372,518
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.									
	2021/22	2021/22	2022/23	2022/23	2023/24	2023/24	2024/25	2024/25	2025/26
Operational Boundary for external debt	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Revised Final Cap Feb 22 Exec
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Borrowing - General Fund	43,294	50,155	49,126	58,037	50,484	59,353	49,730	58,559	57,754
Borrowing - Queensway residential	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Borrowing - HRA	266,076	264,144	281,716	279,784	293,696	291,764	293,696	291,764	291,764
Total	324,371	329,299	345,843	352,821	359,180	366,117	358,426	365,322	364,518
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 the additional borrowing facility that may be drawn									
	2021/22	2021/22	2022/23	2022/23	2023/24	2023/24	2024/25	2024/25	2025/26
Gross & Net Debt	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Revised Final Cap Feb 22 Exec
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Gross External Debt - General Fund	6,444	6,201	12,710	14,385	14,770	16,445	14,770	16,445	16,445
Gross External Debt - HRA	257,089	255,278	272,729	270,918	284,709	287,756	284,709	287,756	288,256
Gross External Debt	263,533	261,479	285,439	285,304	299,479	304,201	299,479	304,201	304,701
Less Investments	(58,969)	(71,447)	(49,005)	(47,735)	(47,604)	(50,386)	(42,297)	(44,767)	(44,864)
Net Borrowing	204,564	190,032	236,434	237,569	251,875	253,815	257,181	259,433	259,836
The Gross External Debt is the actual debt taken out by the Council plus any relevant long term liabilities. 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									
	44651	2021/22	2022/23	2022/23	2023/24	2023/24	2024/25	2024/25	2025/26
Capital Financing Requirement	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Original February 2021	Revised Final Cap Feb 22 Exec	Revised Final Cap Feb 22 Exec
	£000	£000	£000	£000	£000	£000	£000	£000	£000
Capital Financing Requirement GF	31,060	37,920	36,892	45,802	38,249	47,118	37,495	46,324	45,519
Capital Financing Requirement HRA	264,076	262,144	279,716	277,784	291,696	289,764	291,696	289,764	289,764
Total Capital Financing Requirement	295,136	300,064	316,608	323,586	329,945	336,882	329,191	336,088	335,283
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).									