

Capital Prudential Indicators

Summary of Capital Expenditure

	2023/24 Original Budget £000s	2023/24 Current Budget £000s	2023/24 Forecast Outturn £000s
Property, Plant and Equipment	6,575	5,721	3,358
Investment Properties	1,576	2,262	1,980
Intangible Assets	47	169	44
REFCUS	20,469	20,916	11,761
Infrastructure	6	0	0
Community Assets	513	3,206	423
Loan	206	306	100
Total	29,392	32,580	17,667

Summary of Capital financing

	2023/24 Original Budget £000s	2023/24 Current Budget £000s	2023/24 Forecast Outturn £000s
Capital Receipts Applied	359	359	459
Capital Grants and Contributions	19,030	21,096	9,156
Community Infrastructure Levy (for external schemes)	3,476	3,476	3,885
Minimum Revenue Provision	2,771	2,771	2,660
Internal Borrowing/Resources	3,756	4,878	1,507
Total	29,392	32,580	17,667

Summary of Capital Financing Requirement (CFR)

	2023/24 Original Budget £000s	2023/24 Current Budget £000s	2023/24 Forecast Outturn £000s
Opening CFR	71,592	72,260	72,260
Net expenditure	3,756	4,878	1,507
Closing CFR	75,348	77,138	73,767

Summary of Capital Receipts

	2023/24 Original Budget £000s	2023/24 Current Budget £000s	2023/24 Forecast Outturn £000s
Housing Clawback	350	350	350
Loan Repayments	9	9	91
Asset Sales (Vehicles)	0	0	18
Total	359	359	459

Proportion of Financing Costs to Net Revenue Stream

	2023/24 Original Budget £000s	2023/24 Current Budget £000s	2023/24 Forecast Outturn £000s
Net Revenue Stream (Total Service Expenditure)	24,113	24,344	22,510
Financing Costs (MRP and Interest Payable)	3,548	3,548	1,281
Proportion of Net Revenue Stream	15%	15%	6%

Treasury Management Indicators

Treasury Management Summary

	01.04.23 Balance £m	Movement £m	31.12.23 Balance £m	31.12.23 Rate %
Long-term borrowing	34.36	(0.08)	34.28	2.84
Short-term borrowing	0.00	0.00	0.00	0.00
Total borrowing	34.36	(0.08)	34.28	
Long-term investments ⁽¹⁾	4.00	0.00	4.00	4.67 ⁽¹⁾
Short-term investments ⁽²⁾	40.00	16.35	56.35	5.23
Cash equivalents ⁽³⁾	11.52	4.56	16.08	5.24
Total investments	55.52	20.91	76.43	
Net borrowing/(Investing)	(21.16)	(20.99)	(42.15)	

⁽¹⁾ CCLA Property Fund - based on 2023/24 quarter 3

⁽²⁾ DMO investments

⁽³⁾ Money market funds and bank deposits

Borrowing

	01.04.23 Balance £m	Net Movement £m	31.12.23 Balance £m	31.12.23 Weighted Average Rate %	31.12.23 Weighted Average Maturity (years)
Public Works Loan Board	34.34	(0.08)	34.26	2.84%	21
Salix Loan	0.02	0.00	0.02	0.00%	2
Total borrowing	34.36		34.28	2.84%	21

Investments

	01.04.23	Net	31.12.23	31.12.23	31.12.23
	Balance	Movement	Balance	Income	Weighted
	£m	£m	£m	Return	Average
				%	Maturity
					Days
Banks & building societies	1.12	(0.64)	0.48	3.00	1
DMO	40.00	16.35	56.35	5.23	14
Money Market Funds	10.40	5.20	15.60	5.31	1
Loans to other organisation	2.08	(0.10)	1.98	7.03	>365
Other Pooled Funds					
Property fund (CCLA)	4.00	0.00	4.00	4.67	>365
Total investments	57.60	20.81	78.41		

Investment Benchmarking – Treasury investments managed in-house

	Weighted Average Risk ⁽²⁾	Credit Rating	Weighted Average Maturity at Execution (days)	Weighted Average Maturity (days)	Weighted Average Rate of Return
			%		%
01/04/2023	1.04	AA	32	17	3.90
30/06/2023	1.05	AA-	38	19	4.00
31/12/2023	1.03	AA	40	11	5.23

⁽¹⁾These indicators do not include the CCLA Property Fund as this is externally managed.

⁽²⁾This is a new measure from Link Group, will be used as a comparative from the next report, it works on a scale of 1 to 7, with 7 highest risk.

Debt Limits

	31.12.23 Actual £m	2023/24 Operational Boundary £m	2023/24 Authorised Limit £m	Complied?
General	10.52 ⁽¹⁾	70.00	80.00	Yes
Loans	0.00	15.00	20.00	Yes
CIS	24.26	30.00	35.00	Yes
Total debt	34.78⁽¹⁾	115.00	135.00	

⁽¹⁾This includes a finance lease of £0.5m.

Investment Limits

	30.06.23 Actual £m	2023/24 Limit £m	Complied?
Deposit Accounts			
NatWest	0.480	4.00	Yes
Debt Management Office (DMO)	56.350	Unlimited	Yes
Barclays	0.002	4.00	Yes
Money Market Funds			
Aberdeen Liquidity Fund	2.300	4.00	Yes
BlackRock Institutional sterling liquidity Fund	2.300	4.00	Yes
CCLA Public Sector Deposit Fund	2.000	4.00	Yes
Federated Short Term Prime Fund	2.400	4.00	Yes
HSBC Global Liquidity Funds ESG	2.400	4.00	Yes
Insight Liquidity Funds	1.000	4.00	Yes
Invesco	2.200	4.00	Yes
Legal & General Sterling Liquidity Fund	1.000	4.00	Yes
Property Fund			
CCLA Property Fund	4.000	5.00	Yes
Total	76.432		

Treasury Management Indicators

The Authority measures and manages its exposures to treasury management risks using the following indicators.

Security

The Council has adopted a voluntary measure of its exposure to credit risk by monitoring the value-weighted average credit rating of its investment portfolio. This is calculated by applying a score to each investment (AAA=1, AA+=2, etc.) and taking the arithmetic average, weighted by the size of each investment. Unrated investments are assigned a score based on their perceived risk.

Average Credit Rating

	31.12.23 Actual	2023/24 Target	Complied?
Portfolio average credit rating	AA	A-	Yes

Ratings are from highest to lowest AAA, AA+, AA, AA-,A+,A,A-.

Liquidity

The Council has adopted a voluntary measure of its exposure to liquidity risk by monitoring the amount of cash available to meet unexpected payments within a rolling three-month period, without additional borrowing.

Total Cash Available

	31.12.23 Actual £m	2023/24 Target £m	Complied?
Total cash available within 3 months	72.43	10.00	Yes

Interest Rate Exposures (Discretionary local measure)

This indicator is set to control the Council's exposure to interest rate risk. The upper limits on the one-year revenue impact of a 1% rise or fall in interests was:

Interest Rate Risk

Interest rate risk indicator	31.12.23 Actual	31.12.23 Theoretical ¹	2023/24 Limit	Complied?
Upper limit on one-year revenue impact of a 1% <u>rise</u> in interest rates	£0	£532,892	£630,000	Yes
Upper limit on one-year revenue impact of a 1% <u>fall</u> in interest rates	£0	£532,892	£630,000	Yes

¹In reality all borrowing is at a fixed interest rate (with PWLB) and so changes in rates will only be realised when and if the loans need to be refinanced. The loans that may need refinancing (ie those linked to asset purchases) have a weighted average years to maturity of 20 years. CIPFA no longer recommends setting limits for interest rate exposure, this is a locally adopted indicator.

Maturity Structure of Borrowing

This indicator is set to control the Council's exposure to refinancing risk. The upper and lower limits on the maturity structure of all borrowing were:

Maturity Structure

	31.12.23 Actual	Upper Limit	Lower Limit	Complied?
Under 12 months	0.0%	80%	0%	Yes
12 months and within 24 months	0.0%	80%	0%	Yes
24 months and within 5 years	0.001%	80%	0%	Yes
5 years and within 10 years	0.0%	100%	0%	Yes
10 years and above	99.999%	100%	0%	Yes

Principal Sums Invested for Periods Longer than a Year

Sums Invested for Beyond One Year

	2023/24	2024/25	2025/26
Actual principal invested beyond year end (CCLA Property Fund)	£4.00m	£4.00m	£4.00m
Limit on principal invested beyond year end	£12.00m	£10.00m	£8.00m
Complied?	Yes	Yes	Yes