

## Capital Prudential Indicators

### Summary of Capital Expenditure

	2022/23 Original Budget £000s	2022/23 Current Budget £000s	2022/23 Forecast Outturn £000s
Property, Plant and Equipment	11,397	23,583	2,977
Investment Properties	1,178	984	133
Intangible Assets	84	613	196
REFCUS	10,136	15,446	6,879
Infrastructure	20	283	138
Community Assets	443	684	98
Loan	206	306	0
<b>Total</b>	<b>23,464</b>	<b>41,899</b>	<b>10,421</b>

### Summary of Capital financing

	2022/23 Original Budget £000s	2022/23 Current Budget £000s	2022/23 Forecast Outturn £000s
Capital Receipts Applied	984	984	518
Capital Grants and Contributions	17,042	33,811	7,009
Internal Borrowing/Resources	5,438	7,104	2,894
<b>Total</b>	<b>23,464</b>	<b>41,899</b>	<b>10,421</b>

### Summary of Capital Financing Requirement (CFR)

	2022/23 Original Budget £000s	2022/23 Current Budget £000s	2022/23 Forecast Outturn £000s
Opening CFR	70,378	70,378	70,378
Net expenditure	2,638	4,304	2,894
<b>Closing CFR</b>	<b>73,016</b>	<b>74,682</b>	<b>73,272</b>

## Summary of Capital Receipts

	2022/23 Original Budget £000s	2022/23 Current Budget £000s	2022/23 Forecast Outturn £000s
Asset Sales	250	250	0
Housing Clawback	450	450	450
Loan Repayments	284	284	68
	<b>984</b>	<b>984</b>	<b>518</b>
Loan Repayment - People For Places <sup>(1)</sup>	0	0	4,715
<b>Total</b>	<b>984</b>	<b>984</b>	<b>5,233</b>

<sup>(1)</sup>A decision about the application of this capital receipt will be made at the year end, dependent on the funding required as a result of the 2022/23 capital expenditure. If necessary any balance can be held in the capital receipts unapplied reserve until it is applied as funding in a future year.

## Treasury Management Indicators

### Treasury Management Summary

	30.9.22 Balance £m	Movement £m	31.12.22 Balance £m	31.12.22 Rate %
Long-term borrowing	38.78	(4.32)	34.46	2.83
Short-term borrowing	0.00	0.00	0.00	0.00
<b>Total borrowing</b>	<b>38.78</b>	<b>(4.32)</b>	<b>34.46</b>	
Long-term investments	4.00	0.00	4.00	3.98 <sup>a</sup>
Short-term investments	38.00	0.50	38.50	2.99
Cash equivalents	21.72	(1.25)	20.47	3.08
<b>Total investments</b>	<b>63.72</b>	<b>(0.75)</b>	<b>62.97</b>	
<b>Net borrowing/(Investing)</b>	<b>(24.94)</b>	<b>(3.57)</b>	<b>(28.51)</b>	

<sup>a</sup>Based on Q1 and Q2.

Long-term borrowing has been reduced due to the early repayment of borrowing taken out to finance the loan to Places for People, which People for Places have also repaid.

### Borrowing

	30.9.22 Balance £m	Net Movement £m	31.12.22 Balance £m	31.12.22 Weighted Average Rate %	31.12.22 Weighted Average Maturity (years)
Public Works Loan Board	38.74	(4.32)	34.42	2.83%	22
Salix Loan	0.04	0.00	0.04	0.00%	4
Local authorities (short-term)	0.00	0.00	0.00	0.00%	0
<b>Total borrowing</b>	<b>38.78</b>	<b>(4.32)</b>	<b>34.46</b>	<b>2.83%</b>	<b>22</b>

Long-term borrowing has been reduced due to the early repayment of borrowing taken out to finance the loan to Places for People, which People for Places have also repaid.

## Investments

	30.9.22	Net	31.12.22	31.12.22	31.12.22
	Balance	Movement	Balance	Income	Weighted
	£m	£m	£m	Return	Average
				%	Maturity
					Days
Banks & building societies (unsecured)	5.72	(4.55)	1.17	0.80	1
Government	38.00	0.50	38.50	2.99	27
Money Market Funds	16.00	3.30	19.30	3.22	1
Loans to other organisation	2.17	0	2.17	4.73	>365
Other Pooled Funds					
- Property fund (CCLA)	4.00	0	4.00	3.98	>365
<b>Total investments</b>	<b>65.89<sup>(b)</sup></b>	<b>(0.75)</b>	<b>65.14</b>	<b>3.14<sup>(a)</sup></b>	

<sup>(a)</sup>The weighted average rate for the investment portfolio up to 31.12.2022 was 3.14%.

<sup>(b)</sup> The loans to external organisations is included in this total, £65.14m-£2.17m=£62.97m in the Treasury Mgt Summary and Investment Limits tables

## Investment Benchmarking – Treasury investments managed in-house

	Credit Score	Credit Rating	Bail-in Exposure	Weighted Average Maturity <sup>(1)</sup> (days)	Internal Investment Return <sup>(2)</sup>
			%		%
31.03.2022	4.10	AA-	57	15	0.39
30.06.2022	3.79	AA-	42	45	0.92
30.09.2022	3.68	AA-	36	12	1.64
31.12.2022	3.43	AA	35	18	3.06
Similar LAs	4.41	AA-	67	47	2.97
All LAs (in sample)	4.41	AA-	73	14	2.93

## Debt Limits

	31.12.22 Actual £m	2022/23 Operational Boundary £m	2022/23 Authorised Limit £m	Complied?
General	10.00	70.00	80.00	Yes
Loans	0.20	15.00	20.00	Yes
CIS	24.26	30.00	35.00	Yes
<b>Total debt</b>	<b>34.46</b>	<b>115.00</b>	<b>135.00</b>	

## Investment Limits

	31.12.22 Actual £m	2022/23 Limit £m	Complied?
<b>Deposit Accounts</b>			
NatWest <sup>(1)</sup>	1.17	22.00	Yes
Debt Management Office (DMO)	38.50	Unlimited	Yes
Barclays	0.001	4.00	Yes
<b>Money Market Funds</b>			
Aberdeen Liquidity Fund	2.80	4.00	Yes
BlackRock Institutional sterling liquidity Fund	2.50	4.00	Yes
CCLA Public Sector Deposit Fund	2.50	4.00	Yes
Federated Short Term Prime Fund	2.75	4.00	Yes
HSBC Global Liquidity <sup>(3)</sup> Funds ESG	2.50	4.00	Yes
Insight Liquidity Funds	1.75	4.00	Yes
Invesco	2.75	4.00	Yes
Legal & General Sterling Liquidity Fund	1.75	4.00	Yes
<b>Property Fund</b>			
CCLA Property Fund	4.00	5.00	Yes
<b>Total</b>	<b>62.97</b>		

## 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

	31.12.22 Actual	2022/23 Target	Complied?
Portfolio average credit rating	AA	A-	Yes

## 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

	31.12.22 Actual £m	2022/23 Target £m	Complied?
Total cash available within 3 months	20.47	2.00	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	31.12.22 Actual	30.12.22 Theoretical <sup>1</sup>	2022/23 Limit	Complied?
Upper limit on one-year revenue impact of a 1% <u>rise</u> in interest rates	£0	£368,000	£600,000	Yes
Upper limit on one-year revenue impact of a 1% <u>fall</u> in interest rates	£0	£368,000	£600,000	Yes

<sup>1</sup>In 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

	31.12.22 Actual	Upper Limit	Lower Limit	Complied?
Under 12 months	0.5%	80%	0%	Yes
12 months and within 24 months	0.0%	80%	0%	Yes
24 months and within 5 years	0.0%	80%	0%	Yes
5 years and within 10 years	0.0%	100%	0%	Yes
10 years and above	99.5%	100%	0%	Yes

Time periods start on the first day of each financial year. The maturity date of borrowing is the earliest date on which the lender can demand repayment.

## Principal Sums Invested for Periods Longer than a Year

### Sums Invested for Beyond One Year

	2022/23	2023/24	2024/25
Actual principal invested beyond year end (CCLA Property Fund)	£4.00m	£4.00m	£4.00m
Limit on principal invested beyond year end	£10.00m	£10.00m	£10.00m
Complied?	Yes	Yes	Yes