

Prudential and treasury indicators as at 30th September 2017

General Fund

Table B1 - Capital expenditure and In year borrowing requirement

General fund	2017/18 Budget	Quarter 1	Quarter 2
		17/18 Year end forecast	17/18 Year end forecast
	£'000	£'000	£'000
Capital expenditure	152,849	118,944	94,136
Capital Financing Requirement (CFR)	197,975	224,122	205,130
Annual change in CFR	78,962	61,140	45,108
In year borrowing requirement	82,527	64,444	48,347

Table B2 - financing costs %

General fund	2017/18 Budget	Quarter 1	Quarter 2
		17/18 Year end forecast	17/18 Year end forecast
	£'000	£'000	£'000
Ratio of financing costs to net revenue stream	3.17%	3.10%	2.81%

The percentage of the revenue budget set aside each year to service debt financing costs is shown above. The quarter two forecast is below budget as a result of favourable returns compared to budget.

This is calculated as follows: financing cost divided by net revenue stream

As per budget 2017/18: £3,666k/ £130,349k = 2.81%

HRA

Table B3 - Capital expenditure and In year borrowing requirement

HRA	2017/18 Budget	Quarter 1	Quarter 2
		17/18 Year end forecast	17/18 Year end forecast
	£'000	£'000	£'000
Capital expenditure	5,100	5,100	5,100
Capital Financing Requirement (CFR)	90,400	90,400	90,400
Annual change in CFR	(1,750)	(2,548)	(2,548)
In year borrowing requirement	0	0	0

Table B4 - financing costs %

HRA	2017/18 Budget	Quarter 1	Quarter 2
		17/18 Year end forecast	17/18 Year end forecast
	£'000	£'000	£'000
Ratio of financing costs to net revenue stream	18.94%	18.48%	18.48%

The percentage of the revenue budget set aside each year to service debt financing costs.

This is calculated as follows: financing cost divide by total income received

As per budget 2017/18: £2,781k / £15,049k = 18.48%

General Fund & HRA

Table B5 - Capital expenditure and In year borrowing requirement

General fund & HRA	2017/18 Budget	Quarter 1	Quarter 2
		17/18 Year end forecast	17/18 Year end forecast
	£'000	£'000	£'000
Capital expenditure	157,949	124,044	99,236
Capital Financing Requirement (CFR)	288,375	314,522	295,530
Annual change in CFR	77,212	58,592	42,560
In year borrowing requirement	82,527	64,444	48,347

Table B6 - Upper limit - Debt only

General fund and HRA	2017/18 Budget	Quarter 1	Quarter 2
		Actual	Actual
	£'000	£'000	£'000
Fixed rate exposures	180,000	147,386	147,386
Variable rate exposures	40,000	0	0

Table B7- Internal Borrowing

General fund and HRA	2017/18 Budget	Quarter 1 17/18 Year end forecast	Quarter 2 17/18 Year end forecast
	£'000	£'000	£'000
CFR (year-end position)	286,625	309,014	292,982
Less External Borrowing	(203,200)	(145,709)	(145,709)
Less Other long term liabilities	(8,600)	(10,000)	(10,000)
Internal Borrowing*	74,825	153,305	137,273
Movement	0	78,480	62,448
% of internal borrowing to CFR	0	49.61%	46.85%

Note:* This will be reviewed on a regular basis to make sure we are getting best value for money. The Council is currently using its own cash flow (as rates of return are low), if rates start to increase a new external loan may need to be taken out.

Table B8 - Upper limit - Investments Only

General fund and HRA	2017/18 Budget	Quarter 1 (Apr-Jun) Actual	Quarter 2 (Jul-Sep) Actual
	£'000	£'000	£'000
Fixed rate exposures	(80,000)	(68,874)	(79,874)
Variable rate exposures	(40,000)	(18,086)	(25,794)

Upper limit for principal sums invested over 364 days	2017/18 Budget	Quarter 1 (Apr-Jun) Actual	Quarter 2 (Jul-Sep) Actual
	£'000	£'000	£'000
In house	0	0	0
Fund managers	(10,000)	(631)	(631)

Table B9 - Internal investments: interest received

	2017/18 Budget	Quarter 1 17/18 Year end forecast	Quarter 2 17/18 Year end forecast
	£'000	£'000	£'000
HRA Internal loan from The General fund		(449)	(449)
Wokingham Housing		(584)	(884)
	(600)	(1,033)	(1,333)

Table B10 - Internal investments: Investments held

	Quarter 1 17/18 Year end forecast	Quarter 2 17/18 Year end forecast
	£'000	£'000
HRA Internal loan from The General fund	8,874	8,874
Wokingham Housing	17,485	25,193
Total	26,359	34,067