

Prudential and treasury indicators as at 30<sup>th</sup> September 2018General Fund

Table B1 – Capital expenditure and In year borrowing requirement

General fund	202018/19 Budget	Quarter 1 2018/19 Year end forecast	Quarter 2 2018/19 Year end forecast
	£'000	£'000	£'000
Capital expenditure	174,077	130,930	131,145
Capital Financing Requirement (CFR)	275,350	246,073	246,180
Annual change in CFR		41,007	41,114
In year borrowing requirement	91,234	67,030	67,137

Table B2 - financing costs %

General fund	202018/19 Budget	Quarter 1 2018/19 Year end forecast	Quarter 2 2018/19 Year end forecast
	£'000	£'000	£'000
Ratio of financing costs to net revenue stream	4.40%	1.73%	1.75%

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 2018/19: £5,153k/ £117,128k = 4.40%

HRA

Table B3 - Capital expenditure and In year borrowing requirement

HRA	202018/19 Budget	Quarter 1 2018/19 Year end forecast	Quarter 2 2018/19 Year end forecast
	£'000	£'000	£'000
Capital expenditure	4,357	4,357	4,357
Capital Financing Requirement (CFR)	87,836	85,168	85,168
Annual change in CFR	(3,482)	(3,482)	(3,482)
In year borrowing requirement	0	0	0

Table B4 - financing costs %

HRA	£'000	Quarter 1 2018/19 Year end forecast	Quarter 2 2018/19 Year end forecast
	£'000	£'000	£'000
Ratio of financing costs to net revenue stream	18.92%	19.11%	19.23%

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 2018/19: £2,851k / £15,068k = 18.92%

### General Fund & HRA

Table B5- Capital expenditure and In year borrowing requirement

General fund &HRA	202018/19 Budget	Quarter 1 2018/19 Year end forecast	Quarter 2 2018/19 Year end forecast
	£'000	£'000	£'000
Capital expenditure	178,434	135,287	135,502
Capital Financing Requirement (CFR)	363,186	331,241	331,348
Annual change in CFR	-3,482	37,525	37,632
In year borrowing requirement	91,234	67,030	67,137

Table B6- Upper limit - Debt only

General fund and HRA	2018/19 Budget	Quarter 1 (Apr-Jun) Actual	Quarter 2 (Jul-Sep) Actual
	£'000	£'000	£'000
Fixed rate exposures	180,000	145,256	145,256
Variable rate exposures	40,000	0	0

Table B7- Internal Borrowing

General fund and HRA	2018/19 Budget	Quarter 1 2018/19 Year end forecast	Quarter 2 2018/19 Year end forecast
	£'000	£'000	£'000
CFR (year-end position)	359,703	331,241	331,348
Less External Borrowing	(206,709)	(201,908)	(181,908)
Less Other long term liabilities	(8,600)	(10,000)	(10,000)
<b>Internal Borrowing*</b>	<b>144,394</b>	<b>119,333</b>	<b>139,440</b>
Movement		(25,061)	(3,664)
<b>% of internal borrowing to CFR</b>	<b>40.14%</b>	<b>36.03%</b>	<b>42.08%</b>

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	2018/19 Budget	Quarter 1 (Apr-Jun) Actual	Quarter 2 (Jul-Sep) Actual
	£'000	£'000	£'000
Fixed rate exposures	(100,000)	(60,500)	(91,494)
Variable rate exposures	(40,000)	(601)	(601)
<b>Upper limit for principal sums invested over 364 days</b>	<b>2018/19 Budget £'000</b>	<b>Quarter 1 (Apr-Jun) Actual</b>	<b>Quarter 2 (Jul-Sep) Actual £'000</b>
In house	0	0	0
Fund managers	10,000	(600)	(600)

Table B9- Internal investments: interest Received

General fund	2018/19 Budget	Quarter 1 2018/19 Year end forecast	Quarter 2 2018/19 Year end forecast
	£'000	£'000	£'000
HRA Internal loan from The General fund	For budget setting we do set the budget by individual investment types	(449)	(449)
Wokingham Housing		(879)	(846)
Wokingham town centre Regeneration loan		(1,620)	(1,620)
	<b>(3,182)</b>	<b>(2,948)</b>	<b>(2,915)</b>

Table B10- Internal investments: Investments held

General fund	Quarter 1 2018/19 Year end forecast	Quarter 2 2018/19 Year end forecast
	£'000	£'000
HRA Internal loan from The General fund	8,874	8,874
Wokingham Housing	20,495	17,245
Wokingham town centre Regeneration	53,046	53,046
<b>Total</b>	<b>82,415</b>	<b>79,165</b>