



**AUDIT & REGULATORY COMMITTEE AGENDA**

**Date:** Wednesday, 7 February 2024

**Time:** 6.30 pm

**Venue:** Board Room, Pavilion Gardens, Buxton

You can view the agenda online by using a smart phone camera and scanning the code below:



30 January 2024

**PART 1**

9. Treasury Management Strategy – Appendix A - Addendum (**Pages 3 - 4**)

**MARK TRILLO  
EXECUTIVE DIRECTOR AND MONITORING OFFICER**

Membership of Audit & Regulatory Committee

Councillor O Cross (Chair)	Councillor M Taylor (Vice-Chair)
Councillor P Bell	Councillor A Benham
Councillor J Collins	Councillor N Gourlay
Councillor M Hall	Councillor A Hopkinson
Councillor C Payne	Mr M Thomas
Mrs H Burbidge	

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# Agenda Item 9

6.2 The table below summarises the Council's capital expenditure plans and how these plans are to be financed. Any shortfall of resources results in a funding borrowing need:

	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28
	draft	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000
<b>Capital Expenditure</b>						
General Fund Services	15,769	11,437	10,925	5,960	6,368	3,622
Housing Revenue Account	5,817	8,439	9,749	6,834	5,073	5,073
<b>Total Capital Expenditure</b>	<b>21,586</b>	<b>19,876</b>	<b>20,674</b>	<b>12,794</b>	<b>11,441</b>	<b>8,695</b>
Financed by:						
External Contributions	9,585	3,172	1,660	1,476	555	555
S106 Contribution		102	82			
Reserves		460				
Capital Receipts	1,037	1,640	2,214	3,453	3,191	3,267
HRA Major Repairs Reserve	2,268	2,289	2,289	2,289	2,289	2,289
HRA Revenue Contribution	3,148	4,533	3,489	2,745	2,584	2,584
<b>Net Financing Need for Year</b>	<b>5,548</b>	<b>7,680</b>	<b>10,940</b>	<b>2,831</b>	<b>2,822</b>	<b>0</b>

6.8 The Council's Capital Financing Requirement is shown in the table below:

	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28
	actual	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000
CFR – general	33,754	40,631	48,615	48,711	50,373	49,157
CFR – housing	50,764	50,129	51,494	52,459	51,824	51,189
<b>Total CFR</b>	<b>84,518</b>	<b>90,760</b>	<b>100,109</b>	<b>101,170</b>	<b>102,197</b>	<b>100,346</b>
Movement in CFR	4,221	6,242	9,349	1,061	1,027	(1,851)
Represented by:						
Net financing need for the year	5,548	7,680	10,940	2,831	2,822	0
Less Minimum & Voluntary Revenue Provision	(1,327)	(1,438)	(1,591)	(1,770)	(1,795)	(1,851)
<b>Movement in CFR</b>	<b>4,221</b>	<b>6,242</b>	<b>9,349</b>	<b>1,061</b>	<b>1,027</b>	<b>(1,851)</b>

6.18 An estimate of the amount available at year end for investment is shown in the table below:

	2022/23 Actual	2023/24 Estimate	2024/25 Estimate	2025/26 Estimate	2026/27 Estimate	2027/28 Estimate
	£'000	£'000	£'000	£'000	£'000	£'000
General Fund Reserves	21,477	20,082	20,149	20,148	20,147	20,146
HRA Reserves	15,100	13,492	12,371	12,085	12,134	12,450

	<b>2022/23 Actual</b>	<b>2023/24 Estimate</b>	<b>2024/25 Estimate</b>	<b>2025/26 Estimate</b>	<b>2026/27 Estimate</b>	<b>2027/28 Estimate</b>
<b>Total core funds</b>	<b>36,577</b>	<b>33,574</b>	<b>32,520</b>	<b>32,233</b>	<b>32,281</b>	<b>32,596</b>
Working capital	3,999	4,000	4,000	4,000	4,000	4,000
(Under)/over borrowing*	(22,741)	(26,983)	(32,332)	(31,793)	(32,568)	(28,717)
<b>Expected investments</b>	<b>17,835</b>	<b>10,591</b>	<b>4,188</b>	<b>4,440</b>	<b>3,713</b>	<b>7,879</b>

*\*subject to considerations around whether to externally / internally borrow*

### *Ratio of financing costs to net revenue stream*

6.20 This indicator calculates the cost of capital (borrowing costs) as a percentage of the Council's net revenue stream (council tax/business rates receipts - General Fund; rental income - HRA).

	<b>2022/23 Actual</b>	<b>2023/24 Estimate</b>	<b>2024/25 Estimate</b>	<b>2025/26 Estimate</b>	<b>2026/27 Estimate</b>	<b>2027/28 Estimate</b>
General Fund Services*	13%	12%	11%	14%	15%	15%
HRA**	15%	16%	15%	15%	15%	14%

*\*no longer includes interest receipts as a contra to borrowing costs per the 2021 Prudential Code*

*\*\*includes the annual voluntary revenue provision charge*