

## APPENDIX C - FINANCING

### CAPITAL FINANCING STATEMENT - EXEC 21/09/22 - ALL RECEIPTS

(NB. Assumes all capital receipts - see below)

	2020-21		2021-22		2022-23	2023-24	2024-25	2025-26	2026-27	2027-28	2028-29
	Estimate £'000	Actual £'000	Estimate £'000	Actual £'000	Estimate £'000	Estimate £'000	Estimate £'000	Estimate £'000	Estimate £'000	Estimate £'000	Estimate £'000
<b><u>Summary financing statement</u></b>											
Capital grants	11,122	8,394	13,622	3,591	29,100	5,902	1,226	0	0	0	0
Other external contributions	10,314	5,192	4,308	10,725	Cr 2,361	2,200	2,200	2,200	2,200	2,200	2,200
Usable capital receipts	1,365	1,103	3,034	4,217	15,318	40,548	19,177	8,569	7,489	3,540	3,540
Internal borrowing	0	0	0	0	16,395	0	0	0	0	0	0
Revenue contributions	8,266	5,056	12,679	753	14,173	100	100	100	0	0	0
Borrowing (external)	0	0	0	0	0	0	0	0	0	0	0
<b>Total expenditure</b>	<b>31,067</b>	<b>19,745</b>	<b>33,643</b>	<b>19,286</b>	<b>72,625</b>	<b>48,750</b>	<b>22,703</b>	<b>10,869</b>	<b>9,689</b>	<b>5,740</b>	<b>5,740</b>
<b>Financing required</b>					<b>72,625</b>	<b>69,653</b>	<b>32,853</b>	<b>24,572</b>	<b>8,500</b>		
<b>Financing shortfall</b>					<b>0</b>	<b>20,903</b>	<b>10,150</b>	<b>13,703</b>	<b>Cr 1,189</b>		
<b><u>Usable capital receipts</u></b>											
Balance brought forward	24,439	24,439	25,263	25,263	33,979	29,476	24,315	6,582	6,047	6,047	11,413
New usable receipts	3,995	1,927	11,750	10,073	10,815	51,287	1,444	8,529	7,489	8,906	0
	<b>28,434</b>	<b>26,366</b>	<b>37,013</b>	<b>35,336</b>	<b>44,794</b>	<b>80,763</b>	<b>25,759</b>	<b>15,111</b>	<b>13,536</b>	<b>14,953</b>	<b>11,413</b>
Capital financing	Cr 1,365	Cr 1,103	Cr 3,034	Cr 4,217	Cr 15,318	Cr 40,548	Cr 19,177	Cr 8,569	Cr 7,489	Cr 3,540	Cr 3,540
Repayment of internal borrowing	0	0	0	0	0	Cr 15,900	0	Cr 495	0	0	0
<b>Balance carried forward</b>	<b>27,069</b>	<b>25,263</b>	<b>33,979</b>	<b>31,119</b>	<b>29,476</b>	<b>24,315</b>	<b>6,582</b>	<b>6,047</b>	<b>6,047</b>	<b>11,413</b>	<b>7,873</b>
<b><u>Internal Borrowing</u></b>											
Balance brought forward	0	0	0	0	0	Cr 16,395	Cr 495	Cr 495	0	0	0
Capital financing	0	0	0	0	Cr 16,395	0	0	0	0	0	0
Repaid from new capital receipts	0	0	0	0	0	15,900	0	495	0	0	0
<b>Balance carried forward</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>Cr 16,395</b>	<b>Cr 495</b>	<b>Cr 495</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>General Fund</u></b>											
Balance brought forward	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Less: capital financing	0	0	0	0	0	0	0	0	0	0	0
Less: use for revenue budget	0	0	0	0	0	0	0	0	0	0	0
<b>Balance carried forward</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>
<b>TOTAL AVAILABLE RESERVES</b>	<b>47,069</b>	<b>45,263</b>	<b>53,979</b>	<b>51,119</b>	<b>49,476</b>	<b>44,315</b>	<b>26,582</b>	<b>26,047</b>	<b>26,047</b>	<b>31,413</b>	<b>27,873</b>
<b><u>Anticipated Capital Financing Requirement (CFR)</u></b>											
Non housing	Cr 1,000	25,700	14,900	29,800	20,000	20,000					
Housing	0	0	10,000	0	10,000	10,000					
<b>Total CFR</b>	<b>Cr 1,000</b>	<b>25,700</b>	<b>24,900</b>	<b>29,800</b>	<b>30,000</b>	<b>30,000</b>					
<b>Movement in CFR</b>	<b>Cr 10,600</b>	<b>16,100</b>	<b>Cr 800</b>	<b>4,100</b>	<b>5,100</b>	<b>0</b>					
<p>The future transfer of land from the General Fund to the HRA does not result in a capital receipt, as the HRA is not a separate legal entity but the effect would be similar in that it would mean that the Council can incur more capital expenditure without needing to borrow. Although the accounting arrangements are 'technical' in order to meet statutory accounting requirements the effective transfer of land has the same impact as generating a capital receipt of an equivalent value and therefore the equivalent value can be used to fund future capital schemes.</p>											
<b>Assumptions:</b>											
New capital schemes - £3.5m p.a. from 2022/23 for future new schemes.											
Capital receipts - includes figures reported by Property Division as shown in Appendix E											
Current approved programme - as recommended to the Executive 24/11/21											
Internal borrowing to fund until capital receipts pay back - Site G, depot improv.											