

## Financial Health Indicators – Qtr 1 2019/20

<b>Treasury Management</b>	<b>2018/19 Actual</b>	<b>2019/20 Target</b>	<b>2019/20 Actual</b>
Average Interest Rate (Borrowing)	3.69%	3.69%	3.44%
- Excluding OLA	3.83%	3.93%	3.58%
- Including OLA			
Gearing Effect on Capital Financing Estimates	3.89%	5.00%	3.89%
Net Borrowing Costs / Council Tax Requirement and NNDR contribution	4.06%	4.32%	4.30%
Capital Financing Requirement (£m)	357.672	381.564	381.564
Authorised limit for external Debt (£m)	442.096	458.391	458.391
Investment Rate Average	1.37%	1.08%	1.20%

<b>Balance Sheet Ratios</b>	<b>2014/15</b>	<b>2015/16</b>	<b>2016/17</b>	<b>2017/18</b>	<b>2018/19</b>
Current Assets : Current Liabilities	2.44	1.77	1.86	1.03	1.68
Useable Reserves : General Revenue Expenditure	0.66	0.57	0.63	0.65	0.72
Long Term Borrowing : Tax Revenue (Using both council tax and NNDR for tax revenue)	1.69	1.45	1.41	1.20	1.36
Long Term Assets : Long Term Borrowing	2.10	2.29	2.29	2.34	2.05
Total School Reserves : Dedicated School Grant	0.09	0.07	0.05	0.05	0.06

<b>Revenues Performance</b> % collected for financial year	<b>2017/18 Actual Collected in total @ 30.06.19</b>	<b>2018/19 Actual Collected in total @ 30.06.19</b>	<b>2019/20</b>	
			<b>Profiled 2019/20</b>	<b>Actual 2019/20</b>
Council tax %	97.0%	95.5%	26.5%	26.2%
Total Council Tax collected (£m)	£119,727,291	£125,725,099	£36,900,000	£36,477,981
National Non Domestic Rate %	98.6%	98.2%	31.5%	31.9%
Total NNDR collected (£m)	£70,035,222	£71,908,812	£23,750,000	£24,061,504

<b>Debtors and Creditors Performance</b>	<b>2018/19 Actual</b>	<b>2019/20</b>	
		<b>Target</b>	<b>Actual</b>
Sundry Debtors Collection – Average number of days to collect debt	25 days	30 days	25 days
Average number of days to process creditor payments*	10 days	14 days	11 days

<b>Management of Resources</b>	<b>2019/20</b>		
<b>Service Analysis</b>	<b>Target</b>	<b>Actual</b>	<b>Variance</b>
Children's Services	54,641,680	55,107,375	465,695
Economy and Environment	30,009,983	30,767,095	757,112
Adult Social Care	61,477,680	61,977,680	500,000
Resources and Transformation	31,065,281	31,123,673	58,392
Council Wide	34,071,243	34,071,243	0
NNDR/Top Up	(89,892,422)	(89,892,422)	0
<b>Total Net Revenue Expenditure</b>	<b>121,373,445</b>	<b>123,154,644</b>	<b>1,781,199</b>
General Reserves	<b>Minimum £6.2m Maximum £15.5m</b>	<b>15,231,303</b>	<b>N/A</b>
Council Funded Capital Expenditure	30,645,013	29,206,083	(1,438,930)
External Funded Capital Expenditure	91,172,336	71,225,729	(19,946,607)
<b>Total Capital Expenditure</b>	<b>121,817,349</b>	<b>100,431,812</b>	<b>(21,385,537)</b>
Capital Receipts	1,869,868	1,869,868	0

<b>Management of Resources</b>	<b>2018/19</b>		
<b>Service Analysis</b>	<b>Target</b>	<b>Actual</b>	<b>Variance</b>
Children's Services	70,664,015	71,669,960	1,005,945
Economy and Environment	61,914,032	61,985,735	71,703
Adult Social Care	63,562,891	63,818,184	255,293
Resources and Transformation	22,222,583	20,886,323	(1,336,260)
Council Wide	(5,722,918)	(6,157,256)	(434,338)
NNDR/Top Up	(97,654,687)	(97,654,687)	0
<b>Total</b>	<b>114,985,916</b>	<b>114,548,259</b>	<b>(437,657)</b>
General Reserves	<b>Minimum £6.2m Maximum £15.5m</b>	<b>£15,668,960</b>	<b>N/A</b>
Council Funded Capital Expenditure	39,841,056	22,345,885	(17,495,172)
External Funded Capital Expenditure	66,251,411	33,501,767	(32,749,645)
<b>Total Capital Expenditure</b>	<b>106,092,467</b>	<b>55,847,652</b>	<b>(50,244,817)</b>
Capital Receipts	2,081,800	1,130,132	(951,668)

### ***Notes to Management of Resources***

The figures for 2018/19 represent the actual budget and spend for each area within the authority. This will include all internal recharges such as office accommodation, central support services, and accounting adjustments for pension liability in line with FRS17 and capital charges. Capital charges and pension liability year end transactions can change substantially at year end as this is when revaluations of assets and figures from the actuary are received and budgets updated to reflect any changes.

There are planned use of general reserves as approved by Cabinet, which reduces the opening balance of general reserves on 1 April 2019 to £14.85m, in line with the MTFS.

## What this tells us

<b>Treasury Management</b>	
Average Interest Rate (Borrowing)	The average interest rate we are paying on the money we have borrowed compared to our target.
Gearing Effect on Capital Financing Estimates	Shows how a 1% increase in interest rates would affect the total interest cost to the council.
Net Borrowing Costs / Tax Requirement	Borrowing not financed by a grant from government, as a proportion of our Net Revenue Expenditure
Capital Financing Requirement (£m)	How much money we currently borrow to finance our capital programme.
Authorised limit for external Debt (£m)	The maximum amount of debt we should have at any one time
Investment Rate Average	The average interest rate we are receiving on the money we have invested.

<b>Balance Sheet Ratios</b>	
Current Assets : Current Liabilities	Our ability to meet our liabilities
Useable Reserves : General Revenue Expenditure	If our reserves are adequate to meet potential future variations.
Long Term Borrowing : Tax Revenue  Using only council tax for tax revenue Using both council tax and NNDR for tax revenue	The effect of long term borrowing on our budget.
Long Term Borrowing : Long Term Assets	This allows us to understand the relationship between the money we borrow and the assets we have as they both change over time.
Total School Reserves : Dedicated School Grant	If schools reserves are at an appropriate level.

<b>Revenues Performance</b>	
<b>% Collected for Financial Year</b>	As a percentage the amount of council tax we collected during the financial year that runs from 1 April – 31 March. We collect council tax after the year that its related to, but this won't be included in this figure
Council Tax (%)	
National Non Domestic Rate (%)	As a percentage the amount of Business rates we collected during the financial year that runs from 1 April – 31 March. We collect council tax after the year that it related to.
Total Council Tax Collected (£m)	This tells us the amount of council tax we collected during the financial year that runs from 1 April – 31 March. We collect council tax after the year that it relates to, but this won't be included in this figure.
Total NNDR Collected (£m)	This tells us the amount of Business Rates we collected during the financial year that runs from 1 April – 31 March. We collect council tax after the year that it relates to, but this won't be included in this figure.
Sundry Debtors Collection Average number of days to collect debt	How long on average it takes us to collect money owed to us.
Average number of days to process creditors payments	How long on average it takes to pay our bills.

<b>Management of Resources</b>	
<b>Service Analysis</b>	
Children's Services Economy and Environment Adult Social Care Resources and Transformation Council Wide	Shows our forecast for how much we will spend on these services compared to what we planned and compared to how much we spent in the previous year.
General Reserves	Our forecast year end position on reserves against our opening balance.
Contingency	How much we have set aside and for unplanned expenditure, and how much we have left to spend.
Capital Expenditure	Forecast of our spend on capital programmes against our target
Capital Receipts	Forecast of how much money we expect to receive from selling some of our assets, against our target.