

FAREHAM

BOROUGH COUNCIL

2022/23
Decision No.
2381

Record of Decision by Executive

Monday, 5 September 2022

Portfolio	Policy & Resources
Subject:	Capital & Treasury Management Outturn 2021/22
Report of:	Deputy Chief Executive Officer
Corporate Priority:	Dynamic, prudent and progressive Council

Purpose:

This report provides the Executive with details of the capital and treasury management outturn for 2021/22 to comply with the reporting requirements of the Code of Practice for Treasury Management. The report also seeks approval for the proposed methods of financing the General Fund capital programme and a capital budget to fund short term asset management works at the Council Depot.

Actual capital expenditure on General Fund schemes in 2021/22 was £12,100,250 (£5.5 million in 2020/21) compared with the revised capital programme of £12,487,600. The overall variance was £387,350. A detailed analysis of the variations is given in Appendix A to the report.

Additional expenditure of £33,971 was incurred and a total of £421,051 will be carried forward into 2022/23. Details of the various methods used to finance this expenditure are set out in this report.

Full details of Treasury Management investment and borrowing activity in 2021/22 are also set out in this report and is summarised below:

	31 March 2021 Actual £'000	2021/22 Movement £'000	31 March 2022 Actual £'000s
Total borrowing	55,967	(2,768)	53,199
Total investments	(18,625)	(3,564)	(22,189)
Net borrowing	37,342	(6,332)	31,010

Net interest received in 2021/22 was £637,078 (£661,684 in 2020/21) and net interest paid was £1,673,288 (£1,684,440 in 2020/21)

The investment property portfolio increased in value by £8 million mainly due to the recovery in the investment market following COVID 19 and contracted income was approximately £4,775,000.

Options Considered:

The comments of the Policy and Resources Scrutiny Panel were taken in to account in considering this item.

As recommendation.

Decision:

RESOLVED that the Executive:

- (a) approves the General Fund capital programme for 2021/22 to be financed as set out the report;
- (b) agrees that the additional expenditure incurred, amounting to £33,971 be financed retrospectively from unallocated capital resources;
- (c) agrees that a capital budget of £224,500 is allocated to fund short term asset management works at the Council Depot; and
- (d) notes the treasury management activity for 2021/22.

Reason:

To provide the Executive with details of the capital and treasury management outturn on 2021/22 and to comply with the reporting requirements of the Code of Practice for Treasury Management.

Confirmed as a true record:

Councillor SDT Woodward (Executive Leader)

Monday, 5 September 2022