

CAPITAL FINANCING REQUIREMENT 2019/20

The underlying need to borrow for capital purposes is measured by the Capital Financing Requirement (CFR) while useable reserves and working capital the underlying resources available for investments. These are the core drivers of TM Activity and the year-on-year change is summarised in tables below:

Table 1 - Balance Sheet Summary

	31-Mar-19 Actual	31-Mar-20 Strategy	31-Mar-20 Forecast	31-Mar-20 Forecast Movement in year
	£M	£M	£M	£M
General Fund CFR	334.02	345.79	341.22	7.20
Housing CFR	162.73	182.00	175.74	13.01
Total CFR	496.75	527.79	516.96	20.21
Less Other Debt Liabilities*	(71.07)	(67.55)	(67.83)	3.24
Loans CFR	425.68	460.24	449.13	23.45
Less External Borrowing	(246.34)	(169.87)	(297.46)	(51.12)
Internal (over) Borrowing	179.34	290.37	151.67	(27.67)
Less Usable Reserves	(154.28)	(136.00)	(108.74)	45.54
Less Working Capital Surplus	(92.94)	(84.82)	(84.82)	8.12
New Borrowing or (Investments)	(67.88)	69.55	(41.90)	25.98

Table 2 – Forecast Movement in Capital Financing Requirement

Capital Financing Requirement	General Fund	HRA	Total
	£M	£M	£M
Balance Brought forward	334.02	162.73	496.75
New Borrowing	18.91	10.61	29.52
MRP	(6.07)		(6.07)
Appropriations	(2.40)	2.40	0.00
Movement in Other Liabilities	(3.24)		(3.24)
Estimated CFR 31 March 2020	341.22	175.74	516.96