

Information Sheet - Overview

Treasury Management Policy Statement (Appendix A)

Unchanged

Annual Treasury and Investment Strategy 2014/15 (Appendix B)

Changes to Prudential Indicators

The following indicators will change year on year and are as a direct consequence of changes to the Capital programme, for this purpose comparative figures are not detailed, as the capital programme has been previously approved.

Capital Expenditure
 Capital Financing Requirement
 Estimate of Incremental Impact of Financing Costs
 Year End Resources

Indicator – Ratio of Financing Costs to Net Revenue Stream

Calculation is undertaken by taking the budgeted level of borrowing and estimating the level of revenue resources required to service the debt. This is shown as a percentage of the Net General Fund Revenue Stream. The changes result from amendments to the Capital Programme.

Indicator - Ratio of Financing Costs to Net Revenue Stream	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
	%	%	%	%	%	%	%
March 14 Report	-0.06	5.71	9.30	11.25	12.85	13.58	14.21
Adjusted March 13 Report	0.54	4.80	6.34	8.53	9.37	10.74	11.82

Indicator – Authorised Limit

The Authorised Limit is set £5m higher than the Operational Boundary this ensures that there is scope for the Council to borrow short term if the Council were experiencing Cash flow difficulties, this is something the Council does not envisage requiring, however there is a statutory requirement to set these limits and £5m above the Operational Boundary is considered a prudent level.

The Authorised Limit sets out to identify the maximum level of possible borrowing, comparisons to those reported in March 2013, to those now being reported are detailed in the table below:

Indicator - Authorised Limit	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
	£ 000's	£ 000's	£ 000's	£ 000's	£ 000's	£ 000's	£ 000's
March 14 Report	98,000	106,000	104,000	99,000	95,000	92,000	88,000
March 13 Report	99,000	101,000	101,000	98,000	95,000	92,000	89,000

Indicator – Operational Boundary

The Operational Boundary identifies the probable level of borrowing comparisons to those reported in March 2013, to those now being reported are detailed in the table below:

The Operational Boundary has been aligned to the Capital Financing Requirement (CFR) and ensures that if it becomes more advantageous to borrow externally rather than use internal resources the Council is able to take advantage of these rates.

Indicator – Operational Boundary	2012/13 £ 000's	2013/14 £ 000's	2014/15 £ 000's	2015/16 £ 000's	2016/17 £ 000's	2017/18 £ 000's	2018/19 £ 000's
March 14 Report	93,000	101,000	99,000	94,000	90,000	87,000	83,000
March 13 Report	94,000	96,000	96,000	93,000	90,000	87,000	84,000

Indicator – Interest Rate Exposure

Unchanged

Indicator – Principal Sums Invested for Periods Longer than 364 Days

The change in this indicator reflects discussions with the Council treasury Advisors, limiting investments for periods over 364 days.

Indicator Principal Sums Invested > 364 Days	2012/13 £ 000's	2013/14 £ 000's	2014/15 £ 000's	2015/16 £ 000's	2016/17 £ 000's	2017/18 £ 000's	2018/19 £ 000's
March 14 Report	5,000	5,000	10,000	10,000	10,000	10,000	10,000
March 13 Report	5,000	5,000	10,000	10,000	10,000	10,000	10,000

Indicator – Current Treasury Position

The indicator identifies the amount of actual external borrowing at the 31 March and deducts investments to give a net debt figure. This will identify whether the Council is under or over borrowing.

	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
	actual	latest estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
External Debt							
Debt at 1 April	79,968	71,933	71,903	68,903	66,403	62,903	59,903
Expected change in Debt	(8,035)	(30)	(3,000)	(2,500)	(3,500)	(3,000)	(3,000)
Other long term liabilities (OLTL)	1,119	7,548	6,421	4,975	3,602	2,297	1,058
Expected change in other OLTL	-	(56)	(375)	(302)	(234)	(168)	(106)
Actual debt at 31 March	73,052	79,395	74,949	71,076	66,271	62,032	57,855
The Capital Financing Requirement	88,067	96,220	93,703	89,327	84,893	80,949	76,995
Under / (over) borrowing	15,015	16,825	18,754	18,251	18,622	18,917	19,140
Total Investments at 31 March							
Investments	2,411	1,661	761	1,611	1,711	2,061	2,411
Net Debt	70,641	77,734	74,188	69,465	64,560	59,971	55,444

Indicator – HRA Debt Limit

This indicator reflects the HRA debt limit set out in the HRA reform settlement.

Investment Policy – Creditworthiness

Unchanged