

Prudential and Treasury Indicators**Prudential Indicators**

- a) The actual capital expenditure that was incurred in 2012/13 and the estimates of capital expenditure to be incurred for the current and future years that are recommended for approval are:

TABLE 1 SECTION 2.3		2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Capital Expenditure	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Private Sector Housing Improvement Invest and Repair Programme	407	748	215	215	215	215	215	215
Community Project Schemes	710	868	416	136	136	136	136	136
IT Investment Programme	416	1,210	130	97	97	32	32	32
Invest to Save Projects	255	272	320	220	220	220	220	220
HRA	120	3,228	809	279	279	279	279	279
Total Capital Programme	2,227	3,334	3,624	2,928	2,928	2,928	2,928	2,928
Leases	-	7,500	-	-	-	-	-	-
Total Capital Expenditure	4,135	17,160	5,514	3,875	3,875	3,810	3,810	3,810

- b) The actual capital expenditure that was incurred in 2012/13 and the estimates of capital expenditure to be incurred for the current and future years, including the financing of the programme are:

TABLE 2 SECTION 2.3		2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Capital Expenditure	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Non - HRA	1,908	6,326	1,890	947	947	882	882	882
HRA	2,227	3,334	3,624	2,928	2,928	2,928	2,928	2,928
Total Capital Programme	4,135	9,660	5,514	3,875	3,875	3,810	3,810	3,810
Leases	-	7,500	-	-	-	-	-	-
Total Capital Expenditure	4,135	17,160	5,514	3,875	3,875	3,810	3,810	3,810
Financed By								
Capital Grants	2,763	4,071	3,424	3,208	3,208	3,143	3,143	3,143
Capital Receipts	126	181	191	100	100	100	100	100
Revenue Contribution	1,246	456	40	40	40	40	40	40
Net financing need for the year	-	0	12,452	1,859	527	527	527	527

NB. The increase in the CFR in 2013/14 is a result of the introduction of leases for the Councils vehicle fleet. The leases are funded through revenue and are shown in Table 4, MRP and Other Financing Movements but are required under accounting requirements to be shown as capital expenditure.

- c) Estimates of the end of year capital financing requirement for the authority for the current and future years and the actual capital financing requirement at 31 March 2013 are:

TABLE 3 SECTION 2.4		2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Capital Financing requirement as at 31 March	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Non - HRA	11,345	22,148	22,242	21,366	20,432	19,488	18,534	18,534
HRA	76,722	74,072	71,461	67,961	64,461	61,461	58,461	58,461
TOTAL	88,067	96,220	93,703	89,327	84,893	80,949	76,995	76,995
Movement in CFR	(1,232)	8,153	(2,517)	(4,376)	(4,434)	(3,944)	(3,954)	(3,954)

Appendix A

i) Estimates of the treasury portfolio position for the current and future years and the actual position at 31 March 2013 are:

TABLE 11 SECTION 2.19		2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Current treasury portfolio position	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'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)	(3,000)
Other long term liabilities (OLTL)	1,119	7,548	6,421	4,975	3,602	2,297	1,058	
Expected Change in OLTL	0	(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								
External 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	

j) This is the limit beyond which external debt is not normally expected to exceed. In most cases, this would be a similar figure to the CFR, but may be lower or higher depending on the levels of actual debt.

TABLE 12 SECTION 2.23		2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Operational Boundary for external debt -	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Borrowing	93,000	101,000	99,000	94,000	90,000	87,000	83,000	
TOTAL	93,000	101,000	99,000	94,000	90,000	87,000	83,000	

k) A further key prudential indicator represents a control on the maximum level of debt. This represents a limit beyond which external debt is prohibited. It reflects the level of external debt which, while not desired, could be afforded in the short term, but is not sustainable in the longer term.

TABLE 13 SECTION 2.24		2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Authorised Limit for external debt -	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Borrowing	98,000	106,000	104,000	99,000	95,000	92,000	88,000	
TOTAL	98,000	106,000	104,000	99,000	95,000	92,000	88,000	

l) HRA Debt Limit. Separately, the Council is also limited to a maximum HRA CFR through the HRA self-financing regime. This is in accordance with the settlement and is prescribed as part of the self financing determination.

TABLE 14 SECTION 2.25		2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
HRA Debt Limit	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
HRA Debt Cap	79.146	79.146	79.146	79.146	79.146	79.146	79.146	79.146
HRA CFR	76.722	74.072	71.461	67.961	64.461	61.461	58.461	
HRA Headroom	2.424	5.074	7.685	11.185	14.685	17.685	20.685	

Appendix A

m) The Council's Prudential Indicators for treasury management are detailed below:

TABLE 15 SECTION 2.31		2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Interest rate exposures	actual		Latest Estimate	estimate	estimate	estimate	estimate	estimate
Upper limit for fixed interest rate exposure based on net debt	n/a	100%	100%	100%	100%	100%	100%	100%
Upper limit for variable rate exposure based on net debt	n/a	100%	100%	100%	100%	100%	100%	100%
Maturity structure of fixed rate borrowing		Lower Limit			Upper Limit			
under 12 Months		0%			100%			
between 12 Months and 24 months		0%			100%			
between 24 months and 5 years		0%			100%			
between 5 and 10 years		0%			100%			
more than 10 years		0%			100%			

TABLE 16 In the report refers to time and monetary limits applying to investments.

TABLE 17 SECTION 2.48		2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
	actual		Latest Estimate	estimate	estimate	estimate	estimate	estimate
Principal sums invested for over 364 days	5,000	5,000	10,000	10,000	10,000	10,000	10,000	10,000

Note: All indicators have been reviewed by our external treasury advisors Capita.