

Prudential and Treasury Indicators**Prudential Indicators**

- a) The actual capital expenditure that was incurred in 2013/14 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	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Capital Expenditure	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Private Sector Housing Improvement Invest and Repair Programme	549	446	406	220	220	220	220
Community Project Schemes	912	540	441	136	136	136	136
IT Investment Programme	1,020	442	97	97	32	32	32
Invest to Save Projects	240	351	220	220	220	220	220
HRA	3,212	1,407	679	279	279	279	279
Total Capital Programme	2,843	4,003	4,059	4,346	4,257	4,355	4,604
Leases	8,775	7,189	5,902	5,298	5,144	5,242	5,491
Total Capital Expenditure	12,513	7,189	5,902	5,298	5,144	5,242	5,491

- b) The actual capital expenditure that was incurred in 2013/14 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	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Capital Expenditure	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Non - HRA	5,932	3,186	1,843	952	887	887	887
HRA	2,843	4,003	4,059	4,346	4,257	4,355	4,604
Total Capital Programme	8,775	7,189	5,902	5,298	5,144	5,242	5,491
Leases	3,738	-	-	-	-	-	-
Total Capital Expenditure	12,513	7,189	5,902	5,298	5,144	5,242	5,491
Financed By							
Capital Grants	2,931	900	285	285	220	220	220
Capital Receipts	332	438	621	834	516	475	473
Revenue Contribution	3,268	4,447	3,578	3,652	3,881	4,020	4,271
Net financing need for the year	5,982	1,404	1,418	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 2014 are:

TABLE 3 SECTION 2.4	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Capital Financing requirement as at 31 March	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Non - HRA	17,124	17,787	18,401	18,052	17,678	17,262	16,809
HRA	73,722	70,722	67,222	63,722	60,722	57,722	54,222
TOTAL	90,846	88,509	85,623	81,774	78,400	74,984	71,031
Movement in CFR	2,779	(2,337)	(2,886)	(3,849)	(3,374)	(3,416)	(3,953)

Appendix A

i) Estimates of the treasury portfolio position for the current and future years and the actual position at 31 March 2014 are:

TABLE 11 SECTION 2.19		2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
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	71,933	72,667	69,658	66,158	62,158	59,658	56,158	
Expected Change in Debt	734	(3,009)	(3,500)	(4,000)	(2,500)	(3,500)	(3,500)	(3,500)
Other long term liabilities (OLTL)	1,119	4,496	3,923	3,179	2,456	1,736	1,024	
Expected Change in OLTL	155	(64)	(222)	(185)	(150)	(115)	(81)	
Actual debt at 31 March	73,941	74,090	69,859	65,152	61,964	57,779	53,601	
The Capital Financing Requirement	90,846	88,509	85,623	81,774	78,400	74,984	71,031	
Under / (over) borrowing	16,905	14,419	15,764	16,622	16,436	17,205	17,430	
Total Investments at 31 March								
External Investments	5,419	4,669	3,769	4,619	4,719	5,069	5,419	
Net Debt	68,522	69,421	66,090	60,533	57,245	52,710	48,182	

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		2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Operational Boundary for external debt -	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Borrowing	101,000	95,000	91,000	87,000	84,000	80,000	76,000	
TOTAL	101,000	95,000	91,000	87,000	84,000	80,000	76,000	

k) A further key prudential indicator represents a control on the maximum level of debt. This represents a limit beyond which external debt cannot be exceeded during the year, unless subsequently amended by Full Council.

TABLE 13 SECTION 2.24		2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Authorised Limit for external debt -	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Borrowing	106,000	100,000	96,000	92,000	89,000	85,000	81,000	
TOTAL	106,000	100,000	96,000	92,000	89,000	85,000	81,000	

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		2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
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	73.722	70.722	67.222	63.722	60.722	57.722	54.222	
HRA Headroom	5.424	8.424	11.924	15.424	18.424	21.424	24.924	

Appendix A

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

TABLE 15 SECTION 2.31	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
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%
Upper limit for variable rate exposure based on net debt	n/a	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 2.53	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
Principal sums invested for over 364 days	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.