

Prudential and Treasury Indicators**Prudential Indicators**

- a) The actual capital expenditure that was incurred in 2014/15 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		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Capital Expenditure	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Private Sector Housing Improvement	425	519	288	220	220	220	220	220
Invest and Repair Programme	381	636	376	291	166	136	136	136
Community Project Schemes	351	214	112	130	32	32	32	32
IT Investment Programme	323	225	242	220	220	220	220	220
Invest to Save Projects	202	1,201	2,749	2,279	2,279	2,279	2,279	2,279
HRA	3,669	5,312	3,887	4,059	3,345	3,170	3,385	3,385
Total Capital Programme	5,351	8,107	7,654	7,199	6,262	6,057	6,272	6,272
Leases	502	-	-	-	-	-	-	-
Total Capital Expenditure	5,853	8,107	7,654	7,199	6,262	6,057	6,272	6,272

- b) The actual capital expenditure that was incurred in 2014/15 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		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Capital Expenditure	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Non - HRA	1,682	2,795	3,767	3,140	2,917	2,887	2,887	2,887
HRA	3,669	5,312	3,887	4,059	3,345	3,170	3,385	3,385
Total Capital Programme	5,351	8,107	7,654	7,199	6,262	6,057	6,272	6,272
Leases	502	-	-	-	-	-	-	-
Total Capital Expenditure	5,853	8,107	7,654	7,199	6,262	6,057	6,272	6,272
Financed By								
Capital Grants	588	650	240	220	220	220	220	220
Capital Receipts	146	931	717	1,006	446	483	425	425
Revenue Contribution	4,617	4,855	3,310	3,291	3,039	2,827	3,100	3,100
Net financing need for the year	502	1,671	3,387	2,682	2,557	2,527	2,527	2,527

- 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 2015 are:

TABLE 3 SECTION 2.4		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
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	16,790	17,049	19,499	21,219	22,783	24,277	25,856	25,856
HRA	70,722	67,787	64,287	61,287	58,287	54,787	51,287	51,287
TOTAL	87,512	84,836	83,786	82,506	81,070	79,064	77,143	77,143
Movement in CFR	(3,433)	(2,676)	(1,050)	(1,280)	(1,436)	(2,006)	(1,921)	(1,921)

Appendix A

- d) Estimates of the change in capital financing requirement for the authority for the current and future years and the actual change in capital financing requirement in 2014/15 are:

TABLE 4 SECTION 2.4		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Movement in CFR represented by	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	
Net financing need for the year	502	1,671	3,387	2,682	2,557	2,527	2,527	
Less MRP and other financing movements	3,935	4,347	4,437	3,962	3,993	4,533	4,448	
Movement in CFR	(3,433)	(2,676)	(1,050)	(1,280)	(1,436)	(2,006)	(1,921)	

- e) Estimates of the resources at 31 March for the authority for the current and future years are:

TABLE 5 SECTION 2.10		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Year End Resources	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	
Fund balances	2,165	2,355	2,355	2,355	2,355	2,355	2,355	
Reserves	16,838	17,252	17,988	17,988	17,988	17,488	16,988	
Capital receipts	2,663	2,061	1,570	959	809	622	493	
Total core funds	21,666	21,668	21,913	21,302	21,152	20,465	19,836	
Working Capital	(2,936)	(2,936)	(2,936)	(2,936)	(2,936)	(2,936)	(2,936)	
Expected Investments	18,730	18,732	18,977	18,366	18,216	17,529	16,900	

- f) Estimates of the ratio of financing costs to net revenue stream for the current and future years, and the actual figures for 2014/15

TABLE 6 SECTION 2.12		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Ratio of financing costs to net revenue stream	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	
	Non - HRA	1.79%	7.18%	8.57%	10.89%	12.61%	13.95%	15.19%
HRA	12.24%	11.50%	11.12%	10.68%	10.29%	9.90%	10.00%	

- g) The estimate of the incremental impact of capital investment decisions proposed, over and above capital investment decisions that have previously been taken by the Council are:

TABLES 7 and 8 SECTIONS 2.13 and 2.14		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Incremental impact of capital investment decisions, over and above capital investment decisions that have previously been taken by the Council are:	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	
	£	£	£	£	£	£	£	
Council Tax Band D (indicative figure - per year)	n/a	£ 1.07	£ 3.67	£ 3.26	£ 3.28	£ 3.30	n/a	
Housing Rents Average Weekly Housing Rents	n/a	(£ 0.06)	£ 0.12	£ 0.01	£ 0.05	£ 0.07	n/a	

- h) HRA Ratios

TABLES 9 SECTION 2.16		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Ratio of HRA Debt to HRA Revenues	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	
	£m	£m	£m	£m	£m	£m	£m	
HRA debt	71	68	64	61	58	55	51	
HRA revenues	16	15	15	16	16	17	17	
Ratio of debt to revenues %	452%	452%	429%	383%	364%	322%	302%	

TABLES 10 SECTION 2.17		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Ratio of HRA Debt to Number of dwellings	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	
	HRA debt £m	71	68	64	61	58	55	51
Number of HRA dwellings	3,730	3,720	3,710	3,700	3,690	3,680	3,670	
Debt per dwelling £000	18.96	18.22	17.33	16.56	15.80	14.89	13.97	

Appendix A

i) Estimates of the treasury portfolio position for the current and future years and the actual position at 31 March 2015 are:

TABLE 11 SECTION 2.20	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Current treasury portfolio position	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
External Debt							
Debt at 1 April	72,667	69,589	65,490	61,990	58,990	55,990	55,490
Expected Change in Debt	(3,078)	(4,099)	(3,500)	(3,000)	(3,000)	(500)	(1,500)
Other long term liabilities (OLTL) at 1 April	1,274	863	820	779	740	703	668
Expected Change in OLTL	(411)	(43)	(41)	(39)	(37)	(35)	(34)
Actual debt at 31 March	70,452	66,310	62,769	59,730	56,693	56,158	54,624
The Capital Financing Requirement	87,512	84,836	83,786	82,506	81,070	79,064	77,143
Under / (over) borrowing	17,060	18,526	21,017	22,776	24,377	22,906	22,519
Total Investments at 31 March							
External Investments	9,630	8,132	5,877	2,984	195	409	70
Net Debt	60,822	58,178	56,892	56,746	56,498	55,749	54,554

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 2.24	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Operational Boundary for external debt -	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Borrowing	95,000	90,000	89,000	88,000	86,000	84,000	82,000
TOTAL	95,000	90,000	89,000	88,000	86,000	84,000	82,000

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 2.25	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Authorised Limit for external debt -	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Borrowing	100,000	95,000	94,000	93,000	91,000	89,000	87,000
TOTAL	100,000	95,000	94,000	93,000	91,000	89,000	87,000

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 2.26	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
HRA Debt Limit	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
HRA Debt Cap	79.146	79.146	79.146	79.146	79.146	79.146	79.146
HRA CFR	70.722	67.787	64.287	61.287	58.287	54.787	51.287
HRA Headroom	8.424	11.359	14.859	17.859	20.859	24.359	27.859

Appendix A

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

TABLE 15 SECTION 2.32		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Interest rate exposures	actual	Latest Estimate	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 2.54		2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate	estimate
Principal sums invested for over 364 days	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000

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