

PRUDENTIAL INDICATORS

Ratio of Financing Costs to Net Revenue Stream

2012/13 Actual %	2013/14 Estimate %	2013/14 Actual %
-2.0	-1.1	-0.6

This indicator shows the proportion of the net revenue stream (revenue budget) that is attributable to financing costs of capital expenditure. As there is no borrowing this shows as a negative figure as it is based on

Incremental Impact of Capital Investment Decisions on the Council Tax

	2012/13 Actual £,000	2013/14 Estimate £,000	2013/14 Actual £,000
i) Forecast of total budgetary requirement no changes to capital programme	5,008	5,612	1,650
ii) Forecast of total budgetary requirement after changes to capital programme	5,008	6,057	2,095
iii) Additional Council Tax Required in £.p.	0.43	0.32	0.32

Demonstrates the affordability of the capital programme. It also demonstrates the impact of the capital programme upon the Council Tax.

Capital Expenditure

2012/13 Actual £,000	2013/14 Estimate £,000	2013/14 Actual £,000
5,008	6,057	2,095

This is the actual capital expenditure against the estimate for 2013/14

Capital Financing Requirement

2012/13 Actual £,000	2013/14 Estimate £,000	2013/14 Actual £,000
50,997	54,274	49,253

This is a measure of the capital expenditure incurred historically by the council that has yet to be financed.

Authorised Limit for External Debt

	2012/13 Actual £,000	2013/14 Estimate £,000	2013/14 Actual £,000
Borrowing	0	10,000	0
Other Long Term Liabilities	5,891	5,856	5,681
Total	5,891	15,856	5,681

This limit is the main limit set as a maximum for external borrowing. It fulfils the requirements under section 3 of the Local Government Act 2003. No borrowing was undertaken so no limits were breached.

Operational Limit for External Debt

	2012/13 Actual £,000	2013/14 Estimate £,000	2013/14 Actual £,000
Borrowing	0	6,000	0
Other Long Term Liabilities	5,891	5,856	5,681
Total	5,891	11,856	5,681

This limit should be the focus of day to day treasury management. It is similar to the Authorised Limit but excludes the allowance for temporary cash flow borrowing as perceived as not necessary on a day to day

Upper Limit for Fixed Interest Rate Exposure

2012/13 Actual %	2013/14 Estimate %	2013/14 Actual %
93	100	71

This is the maximum amount of net borrowing and investment that can be at a fixed rate. Due to the nature of the council's cashflows it is likely that this limit will only be approached towards the end of the financial year when there are less surplus funds available for short term investment.

Upper Limit for Variable Interest Rate Exposure

2012/13 Actual %	2013/14 Estimate %	2013/14 Actual %
62	80	69

This is the maximum amount of net borrowing and investment that can be at a variable rate. The limit set reflects the fact that during the year there can be excess surplus funds available for short term investment. These arise from timing differences between receipts received and

Principal Invested for more than 364 Days

2012/13 Actual £,000	2013/14 Estimate £,000	2013/14 Actual £,000
2,000	3,000	3,000

This indicator shows the Council have not breached the limit agreed by Council within its Treasury Management Strategy 2013/14