

PRUDENTIAL INDICATORS

Ratio of Financing Costs to Net Revenue Stream

2014/15 Actual %	2015/16 Estimate %	2015/16 Actual %
-0.8	-1.1	-1.2

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 investment income only.

Incremental Impact of Capital Investment Decisions on the Council Tax

	2014/15 Actual £,000	2015/16 Estimate £,000	2015/16 Actual £,000
i) Forecast of total budgetary requirement no changes to capital programme	4,211	10,192	10,192
ii) Forecast of total budgetary requirement after changes to capital programme	5,400	4,026	832
iii) Additional Council Tax Required in £.p.	0.78	-4.31	-1.19

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

Capital Expenditure

2014/15 Actual £,000	2015/16 Estimate £,000	2015/16 Actual £,000
4,742	4,026	832

This is the actual capital expenditure against the estimate for 2015/16

Capital Financing Requirement

2014/15 Actual £,000	2015/16 Estimate £,000	2015/16 Actual £,000
-1,461	-2,033	-1,461

The CFR is the total historic outstanding capital expenditure which has not yet been paid for from either revenue or capital resources. It is essentially a measure of the Council's underlying borrowing need. The CFR includes the liability for the arrangement with Serco Paisa for leisure centre improvements. Whilst these increase the CFR, and therefore the Council's borrowing requirement, these types of scheme include a borrowing facility and so the Council is not required to separately borrow for these schemes. A negative figure shows that the current capital programme is affordable and there is no borrowing requirement

Treasury Indicators

Authorised Limit for External Debt

	2014/15 Actual £,000	2015/16 Estimate £,000	2015/16 Actual £,000
Borrowing	1,500	10,000	1,500
Other Long Term Liabilities	5,426	4,971	4,782
Total	6,926	14,971	6,282

This is the main limit which set as a maximum for external borrowing. It fulfils the requirements under section 3 of the Local Government Act 2003. Only short term borrowing was undertaken during this period

Operational Limit for External Debt

	2014/15 Actual £,000	2015/16 Estimate £,000	2015/16 Actual £,000
Borrowing	1,500	6,000	1,500
Other Long Term Liabilities	5,426	4,971	4,782
Total	6,926	10,971	6,282

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 basis

Actual External Debt

	2014/15 Actual £,000	2015/16 Estimate £,000	2015/16 Actual £,000
Actual Borrowing	0	0	0
Other Long Term Liabilities	5,426	4,971	4,782
Total	5,426	4,971	4,782

Actual point in time of external borrowing