

PRUDENTIAL INDICATORS

Ratio of Financing Costs to Net Revenue Stream

| 2015/16 Estimate % | 2015/16 Actual % | 2016/17 Estimate % | 2017/18 Estimate % |
|------------------------------|----------------------------|------------------------------|------------------------------|
| -1.1 | -1.3 | 0.6 | 3.2 |
| 2015/16 Estimate £,000 | 2015/16 Actual £,000 | 2016/17 Estimate £,000 | 2017/18 Estimate £,000 |
| -200.00 | -252.00 | 124.35 | 606.68 |

This indicator shows the proportion of the net revenue stream (revenue budget) that is attributable to financing costs of capital expenditure. A negative figure shows investment income is higher than borrowing costs. This indicator is shown as a percentage of the net revenue budget

Incremental Impact of Capital Investment Decisions on the Council Tax

| | 2015/16 Estimate £,000 | 2015/16 Actual £,000 | 2016/17 Estimate £,000 | 2017/18 Estimate £,000 |
|--|------------------------------|----------------------------|------------------------------|------------------------------|
| i) Forecast of total budgetary requirement no changes to capital programme | 10,192 | 10,192 | 11,224 | 5,528 |
| ii) Forecast of total budgetary requirement after changes to capital programme | 4,026 | 4,536 | 20,830 | 19,700 |
| iii) Additional Council Tax Required in £.p. | -4.31 | -3.72 | 3.39 | 10.40 |

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

Capital Expenditure

| 2015/16 Estimate £,000 | 2015/16 Actual £,000 | 2016/17 Estimate £,000 | 2017/18 Estimate £,000 |
|------------------------------|----------------------------|------------------------------|------------------------------|
| 4,026 | 4,536 | 20,830 | 19,700 |

This is the actual capital expenditure

Capital Financing Requirement

| 2015/16 Estimate £,000 | 2015/16 Actual £,000 | 2016/17 Estimate £,000 | 2017/18 Estimate £,000 |
|------------------------------|----------------------------|------------------------------|------------------------------|
| -2,033 | -1,255 | 10,020 | 23,272 |

The Capital Financing Requirement (CFR) measures the Authority's underlying need to borrow for a capital purpose

Treasury Indicators

Actual External Debt

| | | 2015/16 Actual £,000 | 2016/17 Estimate £,000 | 2017/18 Estimate £,000 |
|-----------------------------|--|----------------------------|------------------------------|------------------------------|
| Actual Borrowing | | 0 | 11,950 | 27,475 |
| Other Long Term Liabilities | | 4,971 | 4,514 | 4,033 |
| Total | | 5,426 | 16,464 | 31,508 |

Actual point in time of external borrowing

Authorised Limit for External Debt

| | 2015/16 Estimate £,000 | 2015/16 Actual £,000 | 2016/17 Estimate £,000 | 2017/18 Estimate £,000 |
|-----------------------------|------------------------------|----------------------------|------------------------------|------------------------------|
| Borrowing | 10,000 | 1,500 | 15,950 | 31,475 |
| Other Long Term Liabilities | 4,971 | 4,971 | 4,514 | 4,033 |
| Total | 14,971 | 6,471 | 20,464 | 35,508 |

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.

Operational Limit for External Debt

| | 2015/16 Estimate £,000 | 2015/16 Actual £,000 | 2016/17 Estimate £,000 | 2017/18 Estimate £,000 |
|-----------------------------|------------------------------|----------------------------|------------------------------|------------------------------|
| Borrowing | 6,000 | 1,500 | 11,950 | 27,475 |
| Other Long Term Liabilities | 4,971 | 4,971 | 4,514 | 4,033 |
| Total | 10,971 | 6,471 | 16,464 | 31,508 |

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. This limit acts as a warning but can be breached temporarily.

Upper Limit for Fixed Interest Rate Exposure

| | 2015/16 Estimate £,000 | 2015/16 Actual £,000 | 2016/17 Estimate £,000 | 2017/18 Estimate £,000 |
|--|------------------------------|----------------------------|------------------------------|------------------------------|
| | -45,000 | -29,000 | -33,050 | -17,525 |

This is the maximum amount of net borrowing and investment that can be at a fixed rate.

Upper Limit for Variable Interest Rate Exposure

| | 2015/16 Estimate £,000 | 2015/16 Actual £,000 | 2016/17 Estimate £,000 | 2017/18 Estimate £,000 |
|--|------------------------------|----------------------------|------------------------------|------------------------------|
| | -40,000 | -20,150 | -40,000 | -40,000 |

This is the maximum amount of net borrowing and investment that can be at a variable rate.

Principal Invested for more than 364 Days

| | 2015/16 Estimate £,000 | 2015/16 Actual £,000 | 2016/17 Estimate £,000 | 2017/18 Estimate £,000 |
|--|------------------------------|----------------------------|------------------------------|------------------------------|
| | 8,000 | 0 | 8,000 | 8,000 |

This indicator shows the Council have not breached the limit agreed by Council within its Treasury Management Strategy 2015/16