

PRUDENTIAL INDICATORS

Ratio of Financing Costs to Net Revenue Stream

2015/16 Actual £000	2016/17 Estimate £000	2016/17 Actual £000
-1.3%	-1.1%	-0.9%

2015/16 Actual £000	2016/17 Estimate £000	2016/17 Actual £000
-252.0	-220.0	-187.0

This indicator shows the proportion of the net revenue stream (revenue budget) that is attributable to financing costs of capital expenditure. As borrowing was for short term purposes only, the results show as a negative figure.

Incremental Impact of Capital Investment Decisions on the Council Tax

	2015/16 Actual £000	2016/17 Estimate £000	2016/17 Actual £000
i) Forecast of total budgetary requirement - no changes to capital programme	10,192	17,633	17,633
ii) Forecast of total budgetary requirement after changes to capital programme	832	15,900	12,367
iii) Additional Council Tax Required in £.p.	-1.19	-0.22	-0.52

Demonstrates the affordability of the capital programme. It also demonstrates the impact of the capital programme upon the Council Tax. Due to Capital slippage, this has given a negative result

Capital Expenditure

2015/16 Actual £000	2016/17 Estimate £000	2016/17 Actual £000
832	15,900	12,367

This is the actual capital expenditure against the estimate for 2016/17

Capital Financing Requirement

2015/16 Actual £000	2016/17 Estimate £000	2016/17 Actual £000
-1,461	-10,223	-3,293

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. A negative figure shows that the current capital programme is affordable and there is no borrowing requirement.

Treasury Indicators

Authorised Limit for External Debt

	2015/16 Actual £,000	2016/17 Estimate £,000	2016/17 Actual £,000
Borrowing	1,500	10,000	2,000
Other Long Term Liabilities	4,782	4,514	4,514
Total	6,282	14,514	6,514

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

	2015/16 Actual £,000	2016/17 Estimate £,000	2016/17 Actual £,000
Borrowing	1,500	0	2,000
Other Long Term Liabilities	4,782	4,514	4,514
Total	6,282	4,514	6,514

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

	2015/16 Actual £,000	2016/17 Estimate £,000	2016/17 Actual £,000
Actual Borrowing	0	0	0
Other Long Term Liabilities	4,782	4,514	4,514
Total	4,782	4,514	4,514

Council's debt as at 31st March 2017