

Prudential Indicators 2016/17

The 2016/17 Prudential Indicators were agreed by Council on 23 February 2016. This is now compared with the 2016/17 actual position as at 31 March 2017.

Certain Treasury Management indicators must be monitored throughout the year on a regular basis in order to avoid breaching agreed limits. The capital expenditure and capital financing requirement indicators have been revised in line with the revised budget and none of the other approved Prudential Indicators set for 2016/17 have been breached.

Capital Expenditure		
	2016/17 £000 Reported Indicator	2016/17 £000 Actual
Non-HRA	48,799	45,914
HRA	22,270	19,147
Total	71,069	65,061
To reflect the reported capital monitoring agreed by Council during the year		

Ratio of Financing Costs to Net Revenue Stream		
	2016/17 Reported Indicator	2016/17 Actual
Non-HRA	13.77%	11.41%
HRA	46.36%	43.44%

Capital Financing Requirement		
	2016/17 £000 Reported Indicator	2016/17 £000 Actual
Non-HRA	317,655	301,792
HRA	345,505	345,505

There were no breaches to the Prudential Indicators set for 2016/17.

Authorised Limit for External Debt	
	2016/17 £000 Reported Indicator
Borrowing	750,000
Other Long Term Liabilities	0
Total	750,000
Maximum YTD £617,319	

Operational Boundary for External Debt	
	2016/17 £000 Reported Indicator
Borrowing	725,000
Other Long Term Liabilities	0
Total	725,000
Maximum YTD £617,319	

The Council's actual external debt at 31 March 2017 was £610,189. It should be noted that actual external debt is not directly comparable to the Authorised Limit and Operational Boundary, since the actual external debt reflects the position at one point in time.

Estimated Incremental Impact on Council Tax and Housing Rents

This indicator is set at the time the Council's budget is set. Therefore, there is no requirement for this Indicator to be monitored on a quarterly or annual basis.

Adherence to CIPFA code on Treasury Management

The Council has adopted the CIPFA Code of Practice for Treasury Management in the Public Services.

Upper Limit on Fixed and Variable Interest Rates Exposures		
Range	2016/17 £000 Reported Indicator	2016/17 £000 Actual Position
Fixed Rate	Max 624,164 Min 357,170	500,817 <i>Max 512,154</i> <i>Min 468,307</i>
Variable	Max 152,227 Min -30,000	40,500 <i>Max 41,000</i> <i>Min 18,000</i>
All within agreed limits. (Max and Min YTD)		

Upper / Lower Limits for Maturity Structure of Fixed Rate Borrowing				
	2016/17 Reported Indicator		2016/17 Actual Position	
	Upper Limit	Lower Limit	Actual Percentage	Maximum YTD
Under 12 months	20%	0%	3.25%	6.91%
12 months to 24 months	20%	0%	4.01%	10.50%
24 months to 5 years	50%	0%	19.47%	20.51%
5 years to 10 years	50%	0%	6.98%	8.06%
10 year to 20 years	50%	0%	14.71%	15.39%
20 years to 30 years	50%	0%	0.00%	0.00%
30 years to 40 years	50%	0%	12.92%	12.92%
40 years to 50 years	60%	0%	28.17%	29.13%
50 years and above	30%	0%	1.97%	2.05%
All within agreed limits.				

On 8 March 2007, Council agreed to the placing of investments for periods of longer than 364 days in order to maximise investment income before forecasted cuts in interest rates. An upper limit was set and agreed as a new Prudential Indicator.

Upper Limit on amounts invested beyond 364 days			
	2016/17 £000 Reported Indicator	2016/17 £000 Actual Position	2016/17 £000 Maximum YTD
Investments	15,000	0	0