

PRUDENTIAL INDICATORS 2018/19

The 2018/19 Prudential Indicators were agreed by Council on 22 February 2018 (column 1). This is now compared with the 2018/19 actual position as at the end of the first quarter, 30 September 2018 (column 2).

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 2018/19 have been breached.

Capital Expenditure		
	2018/19 £000 Reported Indicator	2018/19 £000 Projection for the Year at Q2
Non-HRA	74,582	63,064
HRA	28,280	31,911
Total	102,862	94,975
To reflect the reported capital monitoring agreed by Council during the year		

Ratio of Financing Costs to Net Revenue Stream		
	2018/19 Reported Indicator	2018/19 Projection for the Year at Q2
Non-HRA	15.41%	N/A
HRA	45.60%	N/A

Capital Financing Requirement		
	2018/19 £000 Reported Indicator	2018/19 £000 Projection for the Year at Q2
Non-HRA	377,862	353,893
HRA	345,505	345,505

Authorised Limit for External Debt	
	2018/19 £000 Reported Indicator
Borrowing	875,000
Other Long Term Liabilities	0
Total	875,000
Maximum YTD 30/09/2018 £655.341m	

Operational Boundary for External Debt	
	2018/19 £000 Reported Indicator
Borrowing	850,000
Other Long Term Liabilities	0
Total	850,000
Maximum YTD 30/09/2018 £655.341m.	

The Council's actual external debt at 30 September 2018 was £641.915m. 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 / Lower Limits for Maturity Structure of Fixed Rate Borrowing

	2018/19 £000 Reported Indicator		2018/19 £000 Actual Position	
	Upper Limit	Lower Limit	Actual Percentage	Maximum YTD
Under 12 months	30%	0%	2.55%	4.46%
12 months to 24 months	30%	0%	13.14%	13.14%
24 months to 5 years	40%	0%	10.47%	17.08%
5 years to 10 years	40%	0%	9.57%	9.57%
10 years to 20 years	40%	0%	10.86%	10.86%
20 years to 30 years	40%	0%	1.21%	1.21%
30 years to 40 years	50%	0%	21.75%	21.75%
40 years to 50 years	50%	0%	27.32%	28.57%
50 years and above	30%	0%	0.00%	0.00%

All within agreed limits.

Upper / Lower Limits for Maturity Structure of Variable Rate Borrowing

	2018/19 £000 Reported Indicator		2018/19 £000 Actual Position	
	Upper Limit	Lower Limit	Actual Percentage	Maximum YTD
Under 12 months	30%	0%	3.12%	4.61%
12 months to 24 months	15%	0%	0.00%	0.00%
24 months to 5 years	15%	0%	0.00%	0.00%
5 years to 10 years	15%	0%	0.00%	0.00%
10 years to 20 years	15%	0%	0.00%	0.00%
20 years to 30 years	15%	0%	0.00%	0.00%
30 years to 40 years	15%	0%	0.00%	0.00%
40 years to 50 years	15%	0%	0.00%	0.00%
50 years and above	15%	0%	0.00%	0.00%

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.

<i>Upper Limit on amounts invested beyond 364 days</i>			
	2018/19 £000 Reported Indicator	2018/19 £000 Actual Position	2018/19 £000 Maximum YTD
Investments	15,000	5,000	5,000