

**PRUDENTIAL INDICATORS 2020/21**

The 2020/21 Prudential Indicators were agreed by Council on 25 February 2020 (column 1). This is now compared with the 2020/21 actual Q2 position as at the 30 September 2020 (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 2020/21 have been breached.

<b><i>Capital Expenditure</i></b>		
	2020/21 £000 Reported Indicator	2020/21 £000 Quarter 2
Non-HRA	87,254	74,308
HRA	23,221	20,144
<b>Total</b>	<b>110,475</b>	<b>94,452</b>
To reflect the reported capital monitoring agreed by Council during the year		

<b><i>Ratio of Financing Costs to Net Revenue Stream</i></b>		
	2020/21 Reported Indicator	2020/21 Quarter 2
Non-HRA	16.50%	NA
HRA	47.30%	NA

<b><i>Capital Financing Requirement</i></b>		
	2020/21 £000 Reported Indicator	2020/21 £000 Quarter 2
Non-HRA	414,628	390,907
HRA	345,505	345,505

<b>Authorised Limit for External Debt</b>	
	2020/21 £000 Reported Indicator
Borrowing	880,000
Other Long Term Liabilities	0
<b>Total</b>	<b>880,000</b>
Maximum YTD 30/09/2020 <b>£694.738m</b>	

<b>Operational Boundary for External Debt</b>	
	2020/21 £000 Reported Indicator
Borrowing	865,000
Other Long Term Liabilities	0
<b>Total</b>	<b>865,000</b>
Maximum YTD 30/09/2020 <b>£694.738m</b>	

The Council's actual external debt at 30 September 2020 was £664.206m. 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**

	2020/21 £000 Reported Indicator		2020/21 £000 Actual Position	
	<b>Upper Limit</b>	<b>Lower Limit</b>	<b>Actual Percentage</b>	<b>Maximum YTD</b>
Under 12 months	25%	0%	2.94%	5.84%
12 months to 24 months	20%	0%	2.36%	3.60%
24 months to 5 years	25%	0%	6.74%	6.79%
5 years to 10 years	30%	0%	9.29%	9.84%
10 years to 20 years	25%	0%	9.75%	9.75%
20 years to 30 years	50%	0%	1.17%	1.17%
30 years to 40 years	50%	0%	29.88%	29.88%
40 years to 50 years	50%	0%	36.36%	36.36%
50 years and above	25%	0%	0.00%	0.00%
All within agreed limits.				

**Upper / Lower Limits for Maturity Structure of Variable Rate Borrowing**

	2020/21 £000 Reported Indicator		2020/21 £000 Actual Position	
	<b>Upper Limit</b>	<b>Lower Limit</b>	<b>Actual Percentage</b>	<b>Maximum YTD</b>
Under 12 months	30%	0%	1.51%	2.95%
12 months to 24 months	20%	0%	0.00%	0.00%
24 months to 5 years	20%	0%	0.00%	0.00%
5 years to 50 years and above	20%	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.

**Upper Limit on amounts invested beyond 364 days**

	2020/21 £000 Reported Indicator	2020/21 £000 Actual Position	2020/21 £000 Maximum YTD
Investments	<b>15,000</b>	<b>0</b>	<b>5,000</b>