

PRUDENTIAL INDICATORS 2021/22

The 2021/22 Prudential Indicators were agreed by Council on 25 February 2021 (column 1). This is now compared with the 2021/22 actual Q1 position as at the 30 June 2021 (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 2021/22 have been breached.

| Capital Expenditure | | |
|--|---------------------------------------|------------------------------|
| | 2021/22 £000 Reported Indicator | 2021/22 £000 Quarter 1 |
| Non-HRA | 117,265 | 112,692 |
| HRA | 25,603 | 25,045 |
| Total | 142,868 | 137,737 |
| To reflect the reported capital monitoring agreed by Council during the year | | |

| Ratio of Financing Costs to Net Revenue Stream | | |
|---|-------------------------------|----------------------|
| | 2021/22 Reported Indicator | 2021/22 Quarter 1 |
| Non-HRA | 18.59% | NA |
| HRA | 42.39% | NA |

| Capital Financing Requirement | | |
|--------------------------------------|---------------------------------------|------------------------------|
| | 2021/22 £000 Reported Indicator | 2021/22 £000 Quarter 1 |
| Non-HRA | 441,180 | 412,745 |
| HRA | 345,505 | 345,505 |

| Authorised Limit for External Debt | |
|---|---------------------------------------|
| | 2021/22 £000 Reported Indicator |
| Borrowing | 865,000 |
| Other Long Term Liabilities | 0 |
| Total | 865,000 |
| Maximum YTD 30/06/2021 £668.684m | |

| Operational Boundary for External Debt | |
|---|---------------------------------------|
| | 2021/22 £000 Reported Indicator |
| Borrowing | 850,000 |
| Other Long Term Liabilities | 0 |
| Total | 850,000 |
| Maximum YTD 30/06/2021 £668.684m | |

The Council's actual external debt at 30 June 2021 was £658.684m. 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

| | 2021/22 £000 Reported Indicator | | 2021/22 £000 Actual Position | |
|---------------------------|---------------------------------------|------------------------|------------------------------------|------------------------|
| | Upper Limit | Lower Limit | Actual Percentage | Maximum YTD |
| Under 12 months | 20% | 0% | 3.43% | 4.88% |
| 12 months to 24 months | 19% | 0% | 1.69% | 1.69% |
| 24 months to 5 years | 21% | 0% | 6.04% | 7.56% |
| 5 years to 10 years | 27% | 0% | 11.06% | 11.06% |
| 10 years to 20 years | 22% | 0% | 7.37% | 7.37% |
| 20 years to 30 years | 18% | 0% | 1.18% | 1.18% |
| 30 years to 40 years | 44% | 0% | 32.18% | 32.18% |
| 40 years to 50 years | 46% | 0% | 34.61% | 34.61% |
| 50 years and above | 16% | 0% | 0.00% | 0.00% |
| All within agreed limits. | | | | |

Upper / Lower Limits for Maturity Structure of Variable Rate Borrowing

| | 2021/22 £000 Reported Indicator | | 2021/22 £000 Actual Position | |
|-------------------------------|---------------------------------------|------------------------|------------------------------------|------------------------|
| | Upper Limit | Lower Limit | Actual Percentage | Maximum YTD |
| Under 12 months | 20% | 0% | 2.43% | 2.43% |
| 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

| | 2021/22 £000 Reported Indicator | 2021/22 £000 Actual Position | 2021/22 £000 Maximum YTD |
|--|---------------------------------------|------------------------------------|--------------------------------|
| | Investments | 15,000 | 0,000 |