

2007/08

PRUDENTIAL INDICATORS

Period 9

Estimate

Outturn

AFFORDABILITY

Ratio of financing costs to net revenue stream

Non - HRA	6.30%	5.95%
HRA	16.77%	16.18%

This expresses the capital financing budget as a proportion of the total budget requirement.

Level of "unsupported" borrowing for the General Fund

	£000	£000
Unsupported borrowing brought forward	19,572	19,572
New unsupported borrowing	15,089	13,696
Less unsupported borrowing repaid	<u>(3,625)</u>	<u>(3,580)</u>
Total unsupported borrowing carried forward	<u>31,036</u>	<u>29,688</u>

Level of "unsupported" borrowing relating to the HRA

	£000	£000
Unsupported borrowing brought forward	20,487	20,487
New unsupported borrowing	4,233	488 Note 1
Less unsupported borrowing repaid	<u>(855)</u>	<u>(855)</u>
Total unsupported borrowing carried forward	<u>23,865</u>	<u>20,120</u>

Note 1: Due to the availability of alternative capital financing resources, actual HRA prudential borrowing figures in 2007/08 was only £488k rather than the programmed amount of £4,233k.

Estimated incremental impact on council tax & average weekly rents of 2007/08 capital investment decisions

	£	£
Band D council tax (£1061.21)	0.00	0.00
HRA rent (£52.07)	0.09	0.01

PRUDENCE

Level of capital expenditure

	£000	£000
Childrens & Young People Services	28,023	27,066
Housing	6,857	7,173
Transport	31,100	25,552
Regeneration	18,008	21,204
Other	12,388	10,941
Total non-HRA	96,376	91,936
HRA	23,607	22,283
Total	119,983	114,219

Capital Financing Requirement

This measures the authority's underlying need to borrow for capital purposes.

	£000	£000
Non HRA	260,696	258,339
HRA	205,087	201,342

General Fund Capital Financing Requirement split between unsupported and supported borrowing

	£000	£000
Supported Borrowing	229,660	228,651
Unsupported Borrowing	31,036	29,688
	<u>260,696</u>	<u>258,339</u>

Authorised Limit

This is a statutory limit relating to external debt and is consistent with the authority's plans for capital expenditure and financing and with its treasury management policies.

The currently approved limit is £440 million.

Operational Boundary

This is based on the same estimates as the Authorised Limit but reflects the Chief Finance Officer's estimate of the most likely level of debt.

The currently approved limit is £370 million.

SUSTAINABILITY**Upper limit on fixed and variable interest rate exposures, as a percentage of total debt net of investments**

	%
Fixed interest rate	150
Variable interest rate	25

Upper & lower limits for the maturity structure of its borrowing

	%
Under 12 months	
upper limit	30
lower limit	0
12 months & within 24 months	
upper limit	30
lower limit	0
24 months & within 5 years	
upper limit	60
lower limit	0
5 years & within 10 years	
upper limit	60
lower limit	0
10 years & above	
upper limit	100
lower limit	0

The upper limit for principal sums invested for more than 364 days is £60 million for 2007/08 and subsequent years.