

2004/05

PRUDENTIAL INDICATORS

	Original Estimate	Period 9 Forecast	Outturn
AFFORDABILITY			
Ratio of financing costs to net revenue stream			
Non - HRA	3.9%	3.8%	3.1%
HRA	20.2%	17.3%	17.3%

Level of "unsupported" borrowing for the General Fund

	£000	£000	£000
Unsupported borrowing brought forward	3,998	3,798	3,798
New unsupported borrowing	9,400	5,544	6,441
Less unsupported borrowing repaid	(731)	(730)	(804)
Total unsupported borrowing carried forward	<u>12,667</u>	<u>8,612</u>	<u>9,435</u>

Level of "unsupported" borrowing relating to the HRA

	£000	£000	£000
Unsupported borrowing brought forward	0	0	0
New unsupported borrowing	6,000	6,000	6,000
Less unsupported borrowing repaid	0	0	0
Total unsupported borrowing carried forward	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>

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

	£	£	£
Band D council tax (£982.75)	2.58	0.39	0.37
HRA rent (£45.85)	0.42	0.14	0.14

PRUDENCE**Level of capital expenditure**

	£000	£000	£000
Education	25,000	17,201	18,601
Housing	8,534	8,784	8,240
Transport	9,099	10,992	12,095
Regeneration	5,131	10,427	6,491
Other	14,920	17,800	16,522
Total non-HRA	62,684	65,204	61,949
HRA	27,161	27,867	27,083
Total	89,845	93,071	89,032

Capital Financing Requirement 31 March 2005

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

	£000	£000	£000
Non HRA	201,408	190,332	190,189
HRA	174,049	172,020	172,130

General Fund Capital Financing Requirement split between unsupported and supported borrowing

	£000	£000	£000
Supported Borrowing	188,741	181,720	181,731
Unsupported Borrowing	<u>12,667</u>	<u>8,612</u>	<u>9,435</u>
	<u>201,408</u>	<u>190,332</u>	<u>190,189</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 £503.161 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 £462.621 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 borrowing

	%
Under 12 months	
upper limit	15
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