

PRUDENTIAL INDICATORS - LANCASTER CITY COUNCIL

For approval by Council 14 September 2011

		2009/10*	2010/11
		£'000	£'000
AFFORDABILITY			
PI 1: Estimates of ratio of financing costs to net revenue stream	Non - HRA	12.4%	12.1%
	HRA	8.5%	8.1%
	Overall	11.1%	10.8%
PI 2: Actual ratio of financing cost to net revenue stream	Non - HRA	15.4%	16.0%
	HRA	8.4%	7.4%
	Overall	13.2%	13.2%
PI 3: Estimates of the incremental impact of new Capital Investment decisions on the Council Tax This includes the impact of all elements of funding, including any increase in the need to borrow, required to finance new schemes added to the Capital Programme	2.81%	0.87%	-1.22%
	£5.41	£1.74	-£2.54
PI 3A: Illustrative Impact of Additional Borrowing £1 million		Repayment Period	
		5 Years	10 Years
		25 Years	
Increase in Council Tax (£)		£4.90	£2.73
Increase in Council Tax (%)		2.54%	1.41%
		£1.54	0.80%
PI 4: Estimates of the incremental impact of Capital Investment on Housing Rents	Nil	Nil	Nil
PRUDENCE			
PI 5: Estimates of capital expenditure	Non - HRA	14,185	15,572
	HRA	3,547	3,685
	Total	17,732	19,257
PI 6: Actual capital expenditure	Non - HRA	9,852	6,511
	HRA	3,508	4,185
	Total	13,360	10,696
PI 7: Estimates of Capital Financing Requirement	Non - HRA	27,702	32,090
	HRA	15,303	15,303
	Total	43,005	47,393
PI 8: Actual Capital Financing Requirement	Non - HRA	35,507	35,516
	HRA	15,303	15,303
	Total	50,810	50,819
EXTERNAL DEBT			
PI 9: Authorised Limit	Authorised Limit for Borrowing	57,710	52,820
	Authorised Limit for Other Long Term Liabilities	290	280
	Authorised Limit for External Debt	58,000	53,100
PI 10: External Debt: Operational Boundary		56,000	48,100
PI 11: Actual external debt	PWLB loans	39,215	39,215
	Long term Finance lease liability	3,938	3,433
	Short term finance lease liability	498	504
	Other long term liability	223	223
TREASURY MANAGEMENT			
PI 12 Fixed Interest Rate Exposure The Authority will limit its exposure to fixed interest rate costs to the amounts payable on the following amount of outstanding debt.		100%	100%
PI 13 Variable Rate Interest Rate Exposure The Authority will limit its exposure to variable interest rate costs to the amounts payable on the following amount of outstanding debt.		30%	30%
PI 14 Maturity Structure of Borrowing			
Upper and Lower Limits	Under 12 months	0% to 35%	0% to 35%
	12 months and within 24 months	0% to 20%	0% to 20%
	24 months and within 5 years	0% to 20%	0% to 20%
	5 years and within 10 years	0% to 20%	0% to 20%
	10 years and within 15 years	0% to 50%	0% to 50%
	15 years and within 25 years	0% to 100%	0% to 100%
	25 years and within 50 years	50% to 100%	50% to 100%
Maturity Profile of Current Outstanding Debt	Under 12 months	1%	1%
	12 months and within 24 months	1%	1%
	24 months and within 5 years	1%	2%
	5 years and within 10 years	0%	0%
	10 years and within 15 years	0%	0%
	15 years and within 25 years	0%	0%
	25 years and within 50 years	92%	91%
	More than 50 years	5%	5%
PI 15 Investments for periods longer than 364 days The Authority will not invest for periods of longer than 364 days.		Nil	Nil
PI 16 Adoption of CIPFA Code of Practice		The Council adopted the CIPFA code of practice for Treasury Management at its meeting of 13 March 2002.	

*Some elements of the 2009/10 indicators have been re-stated under IFRS to reflect the impact of finance leases. This also explains the variance between PI1 and PI2.