

PRUDENTIAL INDICATORS - LANCASTER CITY COUNCIL

For consideration by Cabinet 16th February 2010

		2010/11 £'000	2011/12 £'000	2012/13 £'000
AFFORDABILITY				
PI 1: Estimates of ratio of financing costs to net revenue stream	Non - HRA	12.1%	11.5%	10.0%
	HRA	8.1%	8.1%	7.8%
	Overall	10.8%	10.3%	9.2%
PI 2: Actual ratio of financing cost to net revenue stream	Reported after each financial year end			
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		3.48%	-1.27%	-1.82%
		£6.69	-£2.55	-£3.78
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	£1.54
Increase in Council Tax (%)		2.54%	1.41%	0.80%
PI 4: Estimates of the incremental impact of Capital Investment on Housing Rents		Nil	Nil	Nil

CAPITAL EXPENDITURE

PI 5: Estimates of capital expenditure	Non - HRA	15,664	10,283	1,607
	HRA	3,685	3,586	3,589
	Total	19,349	13,869	5,196
PI 6: Actual capital expenditure	Reported after each financial year end			
PI 7: Estimates of Capital Financing Requirement	Non - HRA	32,090	26,419	25,436
	HRA*	15,303	15,303	15,303
	Total	47,393	41,722	40,739

*This does not take into account the potential extra borrowing that may be incurred through reforms to the Housing Revenue Account Subsidy system.

PI 8: Actual Capital Financing Requirement	Reported after each financial year end
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EXTERNAL DEBT

PI 9: Authorised Limit	Authorised Limit for Borrowing	52,820	48,520	48,630
	Authorised Limit for Other Long Term Liabilities	280	280	270
	Authorised Limit for External Debt	53,100	48,800	48,900
PI 10: External Debt: Operational Boundary		48,100	43,800	43,900
PI 11: Actual external debt	Reported after each financial year end			

PRUDENCE

PI 12: Treasury Management: adoption of CIPFA code of Practice	The Council has adopted the updated Treasury Management code of practice (November 2009).			
PI 13: Net borrowing and the capital financing requirement	Anticipated indebtedness (Authorised limit)	48,100	43,800	43,900
	Anticipated average investment	10,240	11,060	11,910
	CFR	47,393	41,722	40,739
	(Under)/over borrowed	-9,533	-8,982	-8,749