

PRUDENTIAL INDICATORS - LANCASTER CITY COUNCIL

Draft for consideration by Cabinet 15th February 2011

	2011/12 £'000	2012/13 £'000	2013/14 £'000
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AFFORDABILITY

PI 1: Estimates of ratio of financing costs to net revenue stream	Non - HRA	13.7%	11.7%	11.3%
	HRA*	7.2%	7.2%	7.1%
	Overall	11.3%	10.0%	9.7%
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		2.12%	0.67%	1.34%
		£4.07	£1.31	£2.67
PI 3A: Illustrative Impact of Additional Borrowing £1 million		Repayment Period		
		5 Years	10 Years	25 Years
Increase in Council Tax (£)		£4.99	£2.80	£1.65
Increase in Council Tax (%)		2.59%	1.46%	0.86%
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	5,285	3,692	1,166
	HRA	3,658	3,616	3,616
	Total	8,943	7,308	4,782
PI 6: Actual capital expenditure		Reported after each financial year end		
PI 7: Estimates of Capital Financing Requirement	Non - HRA**	28,655	30,133	29,336
	HRA*	15,303	15,303	15,303
	Total	43,958	45,436	44,639
PI 8: Actual Capital Financing Requirement		Reported after each financial year end		

EXTERNAL DEBT

PI 9: Authorised Limit	Authorised Limit for Borrowing* **	51,740	51,640	51,650
	Authorised Limit for Other Long Term Liabilities	260	260	250
	Authorised Limit for External Debt	52,000	51,900	51,900
PI 10: External Debt: Operational Boundary* **		47,000	46,900	46,900
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)		47,000	46,900	46,900
Anticipated average investment		15,960	15,750	14,590
CFR		47,153	44,697	45,037
(Under)/over borrowed		-16,113	-13,547	-12,727

*This does not take into account potential reforms to the Housing Revenue Account Subsidy system

**This is on an IFRS basis including proposed adjustments to the balance sheet for reclassification of leases.