

PRUDENTIAL INDICATORS - LANCASTER CITY COUNCIL

For Consideration by Council 03 March 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%	11.6%	10.1%
	HRA	8.1%	8.1%	7.8%
	Overall	10.8%	10.4%	9.3%
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	3.17%	1.15%	-1.22%
	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	£6.10	£2.30	-£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	£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	16,177	10,283	1,607
	HRA	3,685	3,586	3,589
	Total	19,862	13,869	5,196
PI 6:	Actual capital expenditure	Reported after each financial year end		
PI 7:	Estimates of Capital Financing Requirement			
	Non - HRA	32,695	26,999	25,993
	HRA*	15,303	15,303	15,303
	Total	47,998	42,302	41,296

*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	53,420	49,120	49,230
	Authorised Limit for Other Long Term Liabilities	280	280	270
	Authorised Limit for External Debt	53,700	49,400	49,500
PI 10:	External Debt: Operational Boundary	48,700	44,400	44,500
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)	48,700	44,400	44,500
	Anticipated average investment	9,635	10,455	11,305
	CFR	47,998	42,302	41,296
	(Under)/over borrowed	-8,933	-8,357	-8,101