

PRUDENTIAL INDICATORS - LANCASTER CITY COUNCIL

As Approved and Updated by Council 02 March 2011

		2011/12 £'000	2012/13 £'000	2013/14 £'000
AFFORDABILITY				
PI 1:	Estimates of ratio of financing costs to net revenue stream	13.7%	11.7%	11.3%
	Non - HRA	7.2%	7.2%	7.1%
	HRA*	11.3%	10.0%	9.7%
	Overall			
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	2.29%	1.12%	1.17%
	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	£4.41	£2.19	£2.35
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	5,765	3,822	1,196
	Non - HRA	3,658	3,616	3,616
	HRA	9,423	7,438	4,812
	Total			
PI 6:	Actual capital expenditure	Reported after each financial year end		
PI 7:	Estimates of Capital Financing Requirement	28,655	30,133	29,336
	Non - HRA**	15,303	15,303	15,303
	HRA*	43,958	45,436	44,639
	Total			
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	14,580
	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.				
TREASURY MANAGEMENT				
PI 14:	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%	100%
PI 15:	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%	30%
PI 16:	Maturity Structure of Borrowing			
	Upper and Lower Limits			
	Under 12 months	0% to 35%	0% to 35%	0% to 35%
	12 months and within 24 months	0% to 20%	0% to 20%	0% to 20%
	24 months and within 5 years	0% to 20%	0% to 20%	0% to 20%
	5 years and within 10 years	0% to 20%	0% to 20%	0% to 20%
	10 years and within 15 years	0% to 100%	0% to 100%	0% to 100%
	15 years and within 25 years	0% to 100%	0% to 100%	0% to 100%
	25 years and within 50 years	50% to 100%	50% to 100%	50% to 100%
	Maturity Profile of Current Outstanding Debt			
	Under 12 months	0%	0%	0%
	12 months and within 24 months	0%	0%	0%
	24 months and within 5 years	0%	0%	0%
	5 years and within 10 years	0%	0%	0%
	10 years and within 15 years	0%	0%	0%
	15 years and within 25 years	0%	0%	0%
	25 years and within 50 years	100%	100%	100%
PI 17:	Investments for periods longer than 364 days			
	The Authority will not invest for periods of longer than 364 days.	Nil	Nil	Nil