

Prudential Indicators - Capital Affordability

	2017/18 Estimate	2018/19 Estimate	2019/20 Estimate
a) Capital Expenditure:	£ 4,967,900	£ 3,163,000	£ 1,698,000
b) Capital Financing Requirement:	£ 13,160,400	£ 12,878,900	£ 12,283,200
c) Ratio of Financing Costs to Net Revenue Stream:	11.00%	8.39%	9.36%
d) Incremental Impact of 2017/18 Capital Investment Decisions:	£12.92	£3.58	£3.57
e) Maximum Gross Debt	£ 13,160,400	£ 13,160,400	£ 12,952,800

Treasury Indicators -**Affordability Limits to Borrowing**

a) Operational Boundary for External Debt:			
Borrowing	£ 14,200,000	£ 14,200,000	£ 14,000,000
Other Long Term Liabilities	£ 1,500,000	£ 1,500,000	£ 1,500,000
Total Operational Boundary	£ 15,700,000	£ 15,700,000	£ 15,500,000
b) Authorised Limit for External Debt:			
Borrowing	£ 15,200,000	£ 15,200,000	£ 15,000,000
Other Long Term Liabilities	£ 1,500,000	£ 1,500,000	£ 1,500,000
Total Authorised Limit	£ 16,700,000	£ 16,700,000	£ 16,500,000

Prudent Limits on Borrowing Activity

c) Upper limit for fixed interest rate exposure: (Maximum outstanding net BORROWING)	£ 13,200,000	£ 13,200,000	£ 13,000,000
Additional Local Indicator - Investment Only	100%	100.00%	100.00%
Additional Local Indicator - Borrowing Only	100%	100.00%	100.00%
d) Upper limit for variable interest rate exposure: (Maximum outstanding net BORROWING)	£ 2,000,000	£ 2,000,000	£ 2,000,000
Additional Local Indicator - Investment Only	100%	100.00%	100.00%
Additional Local Indicator - Borrowing Only	50%	50.00%	50.00%
e) Upper limits for the maturity structure of o/s Borrowing during 2017/18 (Lower limit 0%)			
Under 1 Year	40%		
1 Year to 2 Years	40%		
2 Years to 5 Years	50%		
5 Years to 10 Years	50%		
Over 10 Years	100%		
f) Investment treasury indicator and limit - Maximum NEW principal sums invested in-year for periods OVER 364 days (ie. non-specified) subject to maximum non-specified per counterparty of £3m AND to the prevailing overall counterparty limit, and to the total non-specified limit of £5m.	£ 3,000,000	£ 3,000,000	£ 3,000,000