

Prudential and Treasury Management Indicators for 2021/22
1 April 2021 to 30 June 2021

Appendix 2

A) Prudential Indicators

Affordability:

a) Capital Expenditure	£ 10,868,300	£ 10,298,400
b) Capital Financing Requirement	£ 15,290,400	£ 14,171,900
c) Gearing (CFR to Long Term Assets)	34%	34%
Ratio of Financing Costs to Net Revenue Stream-Services	17.70%	20.09%
Ratio of Financing Costs to Net Revenue Stream-Commercial	0.00%	0.00%
d) Total Ratio of Financing Costs to Net Revenue Stream	17.70%	20.09%
e) Ratio of Commercial Income to Net Revenue Stream	0.00%	0.00%
f) Maximum Gross Debt	£ 16,964,900	£ 9,811,577
g) Ratio of Internal Borrowing to CFR	16%	10%

B) Treasury Management Indicators

Affordability:

a) Operational Boundary for External Debt:		
Borrowing	£ 18,000,000	£ 9,811,577
Other Long Term Liabilities	£ 1,500,000	£ -
Total Operational Boundary	£ 19,500,000	£ 9,811,577
b) Authorised Limit for External Debt:		
Borrowing	£ 19,000,000	£ 9,811,577
Other Long Term Liabilities	£ 1,500,000	£ -
Total Authorised Limit	£ 20,500,000	£ 9,811,577

Prudence:

c) Investment Treasury Indicator and limit: Max. NEW principal sums invested for periods OVER 365 days (ie. non-specified investments), 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	£ -
d) Upper & Lower limits for the maturity structure of outstanding Borrowing during 2021/22:		
Under 1 Year	40%	0%
1 Year to 2 Years	40%	0%
2 Years to 5 Years	50%	0%
5 Years to 10 Years	50%	0%
Over 10 Years	100%	100%
e) Upper limit for fixed interest rate exposure:		
LOCAL INDICATOR - Investment Only	100.00%	52.81%
LOCAL INDICATOR - Borrowing Only	100.00%	100.00%
f) Upper limit for variable interest rate exposure:		
LOCAL INDICATOR - Investment Only	100.00%	47.19%
LOCAL INDICATOR - Borrowing Only	50.00%	0.00%