

## Appendix 2. Prudential and Treasury Management Indicators for 2025/26

1 April 2025 to 31 March 2026

### A) Prudential Indicators

#### Affordability:

	2025/26 Original Estimate (Council 05/03/25)	2025/26 Position at 31-Mar-26
i) Capital Expenditure	£ 6,413,400	£ 5,448,183
ii) Capital Financing Requirement	£ 21,226,000	£ 18,443,541
iii) Gearing (CFR to Long Term Assets)	43%	45%
iv) Ratio of Financing Costs to Net Revenue Stream-Services	2.21%	4.62%
v) Maximum Gross Debt	£ 21,226,000	£ 10,811,577
vi) Ratio of Internal Borrowing to CFR	45%	41%

### B) Treasury Management Indicators

#### Affordability:

i) Operational Boundary for External Debt:		
Borrowing	£ 22,000,000	£ 10,811,577
Other Long Term Liabilities	£ 1,500,000	£ -
Total Operational Boundary	£ 23,500,000	£ 10,811,577
ii) Authorised Limit for External Debt:		
Borrowing	£ 23,000,000	£ 10,811,577
Other Long Term Liabilities	£ 1,500,000	£ -
Total Authorised Limit	£ 24,500,000	£ 10,811,577

#### Prudence:

iii) Investment Treasury Indicator and limit: Max. NEW principal sums invested in 2025/26 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	£ 3,000,000
iv) Upper & Lower limits for the maturity structure of outstanding Borrowing during 2025/26		
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%	6%
Over 10 Years	100%	94%