

Prudential Indicators for 2005/06 to 2008/09

Affordability**Prudential Indicators of Affordability**

	2004/05	2005/06	2006/07	2007/08	2008/09
Capital financing charges as a proportion of net revenue stream:					
- General Fund	6.2%	5.8%	5.9%	5.9%	6.1%
- HRA	25.3%	28.3%	30.3%	30.8%	31.2%
Impact of unsupported borrowing on:					
- Council tax at Band D	£6.01	£20.51	£35.17	£49.69	£60.40
- Weekly rent	-	-	-	-	-

Prudence and Sustainability**Prudential Indicators for Capital Spending**

	2004/05 £'000	2005/06 £'000	2006/07 £'000	2007/08 £'000	2008/09 £'000
Planned capital spending:					
- General Fund	58,370	63,991	39,755	38,660	28,377
- HRA	52,160	37,571	16,624	6,224	6,224
- Total	110,530	101,562	56,379	44,884	34,601
Estimated capital financing requirement for:					
- General Fund	227,389	240,261	267,316	282,749	287,277
- HRA	273,671	311,241	317,465	323,689	329,913
- Total	501,060	551,502	584,781	606,438	617,190

Prudential Indicators for External Debt

	2004/05	2005/06	2006/07	2007/08	2008/09
Authorised limit for external debt	£850m	£700m	£730m	£750m	£760m
Operational boundary for external debt	£650m	£600m	£630m	£650m	£660m
Net borrowing	Below CFR	Below CFR	Below CFR	Below CFR	Below CFR

Prudential Indicators for Treasury Management

	2004/05	2005/06	2006/07	2007/08	2008/09
Code of treasury management adopted	Yes	Yes	Yes	Yes	Yes
Exposure to interest rate changes:					
- Upper limit on fixed rate interest (% of net borrowing)	100%	100%	100%	100%	100%
- Upper limit on variable rate interest (% of net borrowing)	40%	40%	40%	40%	40%
Maturity of fixed interest loans:					
- Under 12 months:					
o Upper limit	40%	40%	40%	40%	40%
o Lower limit	0%	0%	0%	0%	0%
- Between 12 months and 24 months:					
o Upper limit	20%	20%	20%	20%	20%
o Lower limit	0%	0%	0%	0%	0%
- Between 24 months and 5 years:					
o Upper limit	20%	20%	20%	20%	20%
o Lower limit	0%	0%	0%	0%	0%
- 5 years to 10 years:					
o Upper limit	60%	60%	60%	60%	60%
o Lower limit	0%	0%	0%	0%	0%
- 10 years and above:					
o Upper limit	90%	90%	90%	90%	90%
o Lower limit	30%	30%	30%	30%	30%
Upper limit on Investments of more than one year:	£50m	£50m	£50m	£50m	£50m

Note : Members should be aware that the above table represents the limits set. The actuals for 2004/2005 are contained within the Treasury Management Annual Report elsewhere on this agenda.