

Forecast Prudential Indicators for 2006/07 to 2009/10

Affordability**Prudential Indicators of Affordability**

	2006/07	2007/08	2008/09	2009/10
Capital financing charges as a proportion of net revenue stream:				
- General Fund	8.8%	8.9%	9.4%	9.6%
- HRA	29.3%	30.1%	30.9%	31.4%
Impact of unsupported borrowing on:				
- Council tax at Band D	£25.99	£38.58	£52.52	£60.95
- Weekly rent	-	-	-	-

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

	2006/07	2007/08	2008/09	2009/10
Planned capital spending:				
- General Fund	£58.3m	£49.1m	£35.1m	£33.6m
- HRA	£10.0m	£18.4m	£6.5m	£6.5m
- Total	£68.3m	£67.5m	£41.6m	£40.1m
Estimated capital financing requirement for:				
- General Fund	£251.5m	£266.1m	£272.9m	£280.7m
- HRA	£317.7m	£336.1m	£342.6m	£349.1m
- Total	£569.2m	£602.2m	£615.5m	£629.8m

Prudential Indicators for External Debt

	2006/07	2007/08	2008/09	2009/10
Authorised limit for external debt	£750m	£750m	£760m	£780m
Operational boundary for external debt	£650m	£650m	£660m	£680m
Net borrowing	Below CFR	Below CFR	Below CFR	Below CFR

Prudential Indicators for Treasury Management

	2006/07	2007/08	2008/09	2009/10
Treasury Management Code adopted	Yes	Yes	Yes	Yes
Exposure to interest rate changes:				
- Upper limit on fixed rate interest (% of net borrowing)	100%	100%	100%	100%
- Upper limit on variable rate interest (% of net borrowing)	40%	40%	40%	40%
Maturity of fixed interest loans:				
- Under 12 months:				
o Upper limit	40%	40%	40%	40%
o Lower limit	0%	0%	0%	0%
- Between 12 and 24 months:				
o Upper limit	20%	20%	20%	20%
o Lower limit	0%	0%	0%	0%
- Between 24 months and 5 years:				
o Upper limit	20%	20%	20%	20%
o Lower limit	0%	0%	0%	0%
- 5 to 10 years:				
o Upper limit	60%	60%	60%	60%
o Lower limit	0%	0%	0%	0%
- 10 years and above:				
o Upper limit	90%	90%	90%	90%
o Lower limit	30%	30%	30%	30%
Upper limit on Investments of more than one year:	£60m	£60m	£60m	£60m