

Policy & Scrutiny Report

Value for Money Scrutiny Committee – 28th February 2017.

Treasury Management Strategy Statement and Annual Investment Strategy 2017/18

APPENDIX A

PRUDENTIAL INDICATORS:	2016/17	2017/18	2018/19	2019/20
Affordability:				
Increase in council tax levels	-£17.61	£14.51	£18.32	£6.86
Ratio of Net Financing Costs to Net Revenue Stream	5.28%	5.75%	6.37%	6.38%
Ratio of MRP & Interest Payments to Net Revenue Stream -10% limit (Voluntary Indicator)	5.35%	5.76%	6.39%	6.49%
Capital Expenditure:	£m	£m	£m	£m
Capital Financing Requirement CFR (as at 31 March)	592.440	621.849	636.999	666.599
Gross External Borrowing Forecast	478.196	508.057	523.776	553.973
TREASURY INDICATORS (within the Prudential Code):				
<u>Authorised limit for external debt -</u>				
Borrowing	555.958	583.007	622.617	622.920
Other long term liabilities	14.193	13.701	13.072	12.327
TOTAL	570.151	596.708	635.689	635.247
<u>Operational boundary -</u>				
Borrowing	531.958	559.007	598.617	598.920
Other long term liabilities	12.193	11.701	11.072	10.327
TOTAL	544.151	570.708	609.689	609.247
TREASURY INDICATORS (with the TM Code):				
<u>Gross and Net Debt</u>				
Borrowing in advance of need limited to percentage of the expected increase in CFR over the 3 year budget period. (Voluntary Indicator)	25%	25%	25%	25%
<u>Upper limit for fixed interest rate exposure</u>	£m	£m	£m	£m
Net principal re fixed rate borrowing less investments	666.599	666.599	666.599	666.599
<u>Upper limit for variable rate exposure</u>	£m	£m	£m	£m
Net principal re variable rate borrowing less investments	199.980	199.980	199.980	199.980
<u>Upper limit for total principal sums invested for over 364 days (per maturity date)</u>	£m	£m	£m	£m
	40.000	40.000	40.000	40.000
<u>Maturity structure of new fixed rate borrowing</u>	upper limit		lower limit	
under 12 months	25%		0%	
12 months and within 24 months	25%		0%	
24 months and within 5 years	50%		0%	
5 years and within 10 years	75%		0%	
10 years and above	100%		0%	

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