

Annex 6

**Blackpool Council**  
**Prudential Code for Capital Finance**  
**Prudential Indicators 2016/17**

<u>Council T/M Report (25.02.2016)</u> <u>Annex C refs.</u>	<u>Prudential Indicator</u>	<u>16/17 Full year planned PI</u>	<u>16/17 First half year actual PI</u>
<i>Prudential Indicators: the actual position 2016/17</i>			
2.4	Actual Capital Expenditure, non-HRA. 16/17	To be reported after the 31.3.17 year end.	<i>This Prudential Indicator is fully disclosed within the capital reporting.</i>
2.4	Actual Capital Expenditure, HRA. 16/17	To be reported after the 31.3.17 year end.	<i>This Prudential Indicator is fully disclosed within the capital reporting.</i>
5.2	Actual Capital Financing Requirement as at 31/03/17	<b>£271.5M.</b> (including PFI schemes)	<i>This Indicator is for the full year only and will be reported after the 31.3.17 year end.</i>
5.2	Actual External net borrowing as at 31/03/17	<b>£251.3M</b> (including PFI schemes)	<i>This Indicator is for the year end only and will be reported after the 31.3.17 year end.</i>
<i>Prudential Indicators for Affordability</i>			
6.2	The ratio of financing costs to net revenue stream, non-HRA. 16/17	<b>13.6%</b>	<b>11.1%.</b> Based on forecasted borrowing costs and revenue streams.
6.2	The ratio of financing costs to net revenue stream, HRA. 16/17	<b>3.0%</b>	<b>2.9%.</b> Based on forecasted borrowing costs and revenue streams.
<i>Capital</i>	Estimates of the incremental impact of capital investment decisions on the Council Tax, non-HRA. 16/17	This Prudential Indicator is disclosed within the capital reporting.	<i>This Prudential Indicator is disclosed within the capital reporting.</i>
<i>Capital</i>	Estimates of the incremental impact of capital investment decisions on housing rents, HRA. 16/17	This Prudential Indicator is disclosed within the capital reporting.	<i>This Prudential Indicator is disclosed within the capital reporting.</i>

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<u>References</u>	<u>Prudential Indicator</u>	<u>16/17 Full year planned PI</u>	<u>16/17 First half year actual PI</u>																														
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5.7	Authorised Limit. 16/17	(*) Borrowing no higher than <b>£198.0M</b> (*) Long Term Liabilities no higher than <b>£73.0M</b>	<b>Current y/e forecast is £172.M</b> <b>Current y/e forecast is £73.0M</b>																														
5.7	Operational Boundary. 16/17	(*) Borrowing no higher than <b>£186.0M</b> (*) Long Term Liabilities no higher than <b>£73.0M</b>	<b>Current y/e forecast is £172.0M</b> <b>Current y/e forecast is £73.0M</b>																														
3.4	Net borrowing and the Capital Financing Requirement.	<b>Borrowing &lt; estimated CFR except in the short term.</b>	<i>This Indicator is being complied with.</i>																														
3.3	Estimates of the Capital Financing Requirement, non-HRA. 31.3.17	<b>£260.1M.</b> Per Budget workings. Including PFI schemes.	<b>£260.1M.</b>																														
3.3	Estimates of the Capital Financing Requirement, HRA. 31.3.17	<b>£11.4M.</b>	<b>£11.4M.</b>																														
<i>Prudential Indicators for Treasury Management</i>																																	
1.3	Adoption of the CIPFA Code of Practice and Cross-Sectoral Guidance Notes on Treasury Management - 2011 Edition.	<b>Adoption.</b>	<b>Adopted.</b>																														
8.8 (Annex B)	Gross Debt Compared to Capital Financing Requirement:	<b>Gross Debt: £251.3M, CFR: £271.5M</b>	<b>Current y/e forecast is:</b> <b>Gross Debt £245M, CFR £271.5M</b>																														
8.8 (Annex B)	Variable interest rate exposure. Upper limit. 16/17	<b>£112M</b>	<b>£112M</b>																														
8.8 (Annex B)	Fixed interest rate exposure. 16/17	<b>£271M</b>	<b>£56.8M</b>																														
8.8 (Annex B)	Prudential limits for the maturity structure of fixed interest rate borrowing.	<table border="1"> <thead> <tr> <th></th> <th>Lower limit</th> <th>Upper limit</th> </tr> </thead> <tbody> <tr> <td>&lt; 12 months</td> <td><i>Nil%</i></td> <td><b>18%</b></td> </tr> <tr> <td>12 to within 24 mths</td> <td><i>Nil%</i></td> <td><b>18%</b></td> </tr> <tr> <td>24 mths, within 5 yrs</td> <td><i>Nil%</i></td> <td><b>30%</b></td> </tr> <tr> <td>5 to within 10 years</td> <td><b>2.0%</b></td> <td><b>60%</b></td> </tr> <tr> <td>10 to within 30 years</td> <td><b>2.0%</b></td> <td><b>70%</b></td> </tr> <tr> <td>30 years and above</td> <td><b>15.0%</b></td> <td><b>90%</b></td> </tr> </tbody> </table>		Lower limit	Upper limit	< 12 months	<i>Nil%</i>	<b>18%</b>	12 to within 24 mths	<i>Nil%</i>	<b>18%</b>	24 mths, within 5 yrs	<i>Nil%</i>	<b>30%</b>	5 to within 10 years	<b>2.0%</b>	<b>60%</b>	10 to within 30 years	<b>2.0%</b>	<b>70%</b>	30 years and above	<b>15.0%</b>	<b>90%</b>	<table border="1"> <thead> <tr> <th></th> <th>Actual</th> </tr> </thead> <tbody> <tr> <td rowspan="6"><i>This indicator is being complied with.</i></td> <td><b>7.4%</b></td> </tr> <tr> <td><b>2.0%</b></td> </tr> <tr> <td><b>8.8%</b></td> </tr> <tr> <td><b>12.7%</b></td> </tr> <tr> <td><b>22.4%</b></td> </tr> <tr> <td><b>46.7%</b></td> </tr> </tbody> </table>		Actual	<i>This indicator is being complied with.</i>	<b>7.4%</b>	<b>2.0%</b>	<b>8.8%</b>	<b>12.7%</b>	<b>22.4%</b>	<b>46.7%</b>
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8.7 (Annex B)	Prudential limits for principal sums invested for periods longer than 364 days.	Not permitted; see Treasury Management Investment Strategy.	<i>This Indicator is being complied with.</i>																														

\* The figure for Borrowing includes the Capital Teams figures for PFI schemes.