

Annex 6

Blackpool Council
Prudential Code for Capital Finance
Prudential Indicators 2017/18

<u>Council</u> <u>T/M Report</u> <u>(23.02.2017)</u> <u>Annex C refs.</u>	<u>Prudential Indicator</u>	<u>17/18 Full year planned PI</u>	<u>17/18 First half year actual PI</u>
<i>Prudential Indicators: the actual position 2017/18</i>			
2.4	Actual Capital Expenditure, non-HRA. 17/18	To be reported after the 31.3.18 year end.	<i>This Prudential Indicator is fully disclosed within the capital reporting.</i>
2.4	Actual Capital Expenditure, HRA. 17/18	To be reported after the 31.3.18 year end.	<i>This Prudential Indicator is fully disclosed within the capital reporting.</i>
5.2	Actual Capital Financing Requirement as at 31/03/18	£354M. (including PFI schemes)	<i>This Indicator is for the full year only and will be reported after the 31.3.18 year end.</i>
5.2	Actual External net borrowing as at 31/03/18	£332M (including PFI schemes)	<i>This Indicator is for the year end only and will be reported after the 31.3.18 year end.</i>
<i>Prudential Indicators for Affordability</i>			
6.2	The ratio of financing costs to net revenue stream, non-HRA. 17/18	13.9%	11.8%. Based on forecasted borrowing costs and revenue streams.
6.2	The ratio of financing costs to net revenue stream, HRA. 17/18	3.2%	2.1%. 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. 17/18	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. 17/18	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>17/18 Full year planned PI</u>	<u>17/18 First half year actual PI</u>																														
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5.7	Authorised Limit. 17/18	(*) Borrowing no higher than £280.0M (*) Long Term Liabilities no higher than £74.0M	Current y/e forecast is £225.0M Current y/e forecast is £71.0M																														
5.7	Operational Boundary. 17/18	(*) Borrowing no higher than £277.0M (*) Long Term Liabilities no higher than £72.0M	Current y/e forecast is £225.0M Current y/e forecast is £71.0M																														
3.4	Net borrowing and the Capital Financing Requirement.	Borrowing < estimated CFR except in the short term.	<i>This Indicator is being complied with.</i>																														
3.3	Estimates of the Capital Financing Requirement, non-HRA. 31.3.18	£342.6M. Per Budget workings. Including PFI schemes.	£308.1M.																														
3.3	Estimates of the Capital Financing Requirement, HRA. 31.3.18	£11.4M.	£11.4M.																														
<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.	Adoption.	Adopted.																														
8.8 (Annex B)	Gross Debt Compared to Capital Financing Requirement:	Gross Debt: £332M, CFR: £354M	Current y/e forecast is: Gross Debt £296.0M, CFR £354M																														
8.8 (Annex B)	Variable interest rate exposure. Upper limit. 17/18	£177M	£157M																														
8.8 (Annex B)	Fixed interest rate exposure. 17/18	£354M	£139.0M																														
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>< 12 months</td> <td><i>Nil%</i></td> <td>18%</td> </tr> <tr> <td>12 to within 24 mths</td> <td><i>Nil%</i></td> <td>18%</td> </tr> <tr> <td>24 mths, within 5 yrs</td> <td><i>Nil%</i></td> <td>30%</td> </tr> <tr> <td>5 to within 10 years</td> <td>2.0%</td> <td>60%</td> </tr> <tr> <td>10 to within 30 years</td> <td>2.0%</td> <td>70%</td> </tr> <tr> <td>30 years and above</td> <td>15.0%</td> <td>90%</td> </tr> </tbody> </table>		Lower limit	Upper limit	< 12 months	<i>Nil%</i>	18%	12 to within 24 mths	<i>Nil%</i>	18%	24 mths, within 5 yrs	<i>Nil%</i>	30%	5 to within 10 years	2.0%	60%	10 to within 30 years	2.0%	70%	30 years and above	15.0%	90%	<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>1.0%</td> </tr> <tr> <td>2.9%</td> </tr> <tr> <td>16.0%</td> </tr> <tr> <td>15.6%</td> </tr> <tr> <td>21.0%</td> </tr> <tr> <td>43.5%</td> </tr> </tbody> </table>		Actual	<i>This indicator is being complied with.</i>	1.0%	2.9%	16.0%	15.6%	21.0%	43.5%
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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 Long Term Liabilities includes the Capital Teams figures for PFI schemes.