

Prudential and Treasury Indicators – Actual 2011/12

Prudential and Treasury Indicators are relevant for the purposes of setting an integrated treasury management strategy. The table below shows the actual performance in relation to the indicators in 2010/11 and compares the actual in 2011/12 with the original estimates approved in February 2011 and the revised estimates (“probable”) reported when the indicators for 2012/13 were approved in February 2012. Further details on capital expenditure outturn were reported to the Executive on 20th June 2012.

The Council is required to indicate if it has adopted the CIPFA Code of Practice on Treasury Management. This original 2001 Code was adopted by the full Council in February 2002 and the revised Code was adopted by full Council in February 2010.

PRUDENTIAL INDICATORS	2010/11	2011/12	2011/12	2011/12
	actual	estimate	probable	actual
	£m	£m	£m	£m
Total Capital Expenditure	£49.4m	£52.5m	£54.6m	£48.8m
Ratio of financing costs to net revenue stream	-2.6%	-1.3%	-1.3%	-1.3%
Net borrowing requirement (net investments for Bromley)				
brought forward 1 April	£133.9m	£134.5m	£163.1m	£163.1m
carried forward 31 March	£163.1m	£124.3m	£143.0m	£170.3m
in year borrowing requirement (reduction in net investments for Bromley)	+29.2m	-£10.2m	-£20.1m	+£7.2m
Capital Financing Requirement as at 31 March (unfinanced exp re SEN provision & finance lease liability)	£7.5m	£4.4m	£7.2m	£3.6m
Annual change in Cap. Financing Requirement	-£0.3m	-£3.1m	-£0.3m	-£3.9m
Incremental impact of capital investment decisions	£ p	£ p	£ p	£ p
Increase in council tax (band D) per annum	-	-	-	-

TREASURY MANAGEMENT INDICATORS	2010/11	2011/12	2011/12	2011/12
	actual	estimate	probable	actual
	£m	£m	£m	£m
Authorised Limit for external debt -				
borrowing	£30.0	£30.0	£30.0	£30.0m
other long term liabilities	£30.0	£30.0	£30.0	£30.0m
TOTAL	£60.0	£60.0	£60.0	£60.0m
Operational Boundary for external debt -				
borrowing	£10.0	£10.0	£10.0	£10.0m
other long term liabilities	£20.0	£20.0	£20.0	£20.0m
TOTAL	£30.0	£30.0	£30.0	£30.0m
Actual external debt	£7.5	£10.0	£7.2	£3.6m
Upper limit for fixed interest rate exposure	100%	100%	100%	100%
Upper limit for variable rate exposure	20%	20%	20%	20%
Upper limit for total principal sums invested beyond year-end dates	£37.5	£134.3	£80.0	£173.9m