

PRUDENTIAL INDICATOR TARGETS	2012/13	2013/14	2014/15	2015/16
External Debt				
1 Authorised limit for external debt: The PCC will set for the forthcoming financial year and the following two years an authorised limit for its total external debt, gross of investments, separately identifying borrowing from other long term liabilities				
<u>Authorised limit for external debt:</u>	£'000	£'000	£'000	£'000
Borrowing	32,000	36,000	40,000	
Other long term liabilities	-	-	-	
Total	32,000	36,000	40,000	
2 Operational boundary: The PCC will set for the forthcoming financial year and the following two years an operational boundary for its total external debt, gross of investments, separately identifying borrowing from other long term liabilities				
<u>Operational boundary:</u>	£'000	£'000	£'000	£'000
Borrowing	30,000	34,000	38,000	
Other long term liabilities	-	-	-	
Total	30,000	34,000	38,000	
Treasury Management Indicators				
Interest Rate Exposures The PCC will set for the forthcoming financial year and the following two years upper limits to its exposures to the effect of changes in interest rates				
<u>3 Upper limit for fixed interest rate exposure:</u> Net principal re fixed rate borrowing less investments	£'000	£'000	£'000	£'000
	9,499	13,010	16,306	
<u>4 Upper limit for variable rate exposure:</u> Net principal re variable rate borrowing less investments	£'000	£'000	£'000	£'000
	2,850	3,903	4,892	
Gross and Net Debt The PCC will set for the forthcoming financial year and the following two years upper limits on the proportion of net debt compared to gross debt				
<u>5 Upper limit for net debt as percentage of gross debt:</u>	100%	100%	100%	
<u>6 Ratio of financing costs to net revenue stream:</u> The PCC will estimate for the forthcoming financial year and the following two years the ratio of financing costs to net revenue stream	2.18%	3.38%	3.94%	
7 Capital financing requirement: The PCC shall make reasonable estimates of the total of capital financing requirement at the end of the forthcoming financial year and the following two years				
<u>Estimate of the capital financing requirement for the PCC</u>	£'000	£'000	£'000	£'000
	27,755	29,766	33,062	
<u>8 Estimate of the incremental impact of capital investment decisions on the council tax:</u> The PCC will calculate the addition or reduction to council tax that results from any proposed changes to the capital programme				
Band D council tax	-£0.79	£5.43	£2.91	
9 Maturity structure of new fixed rate borrowing: The PCC will set for the forthcoming financial year both upper and lower limits with respect to the maturity structure of borrowing				
		Upper Limit	Lower Limit	
Under 12 months		20%	0%	
12 months and within 24 months		20%	0%	
24 months and within 5 years		30%	0%	
5 years and within 10 years		35%	0%	
10 years and above		35%	10%	

