

PRUDENTIAL INDICATORS RELATING TO BORROWING AND INVESTMENTS

- a) The **authorised limit for total external debt** gross of investments together with the actual total maximum figures for 2007-08 are:

Authorised limit for external debt			
	2007-08 £000 Original Limit	2007-08 £000 Final Limit	2007-08 £000 Actual Maximum In Year
Borrowing	47,000	47,000	25,875
Other long term liabilities			
TOTAL	47,000	47,000	25,875

- b) The **operational boundary for external debt** together with the actual total maximum figures for 2007-08 are:

Operational boundary for external debt			
	2007-08 £000 Original Limit	2007-08 £000 Final Limit	2007-08 £000 Actual Maximum In Year
Borrowing	40,500	40,500	25,875
Other long term liabilities			
TOTAL	40,500	40,500	25,875

- c) The **maturity structure limits on borrowings** for 2007-08 are:

Maturity structure limits on borrowings				
	Lower Limit %	Exceeded Yes/No	Upper Limit %	Exceeded Yes/No
Under 12 months	0	No	25	No
12 months and within 24 months	0	No	25	No
24 months and within 5 years	0	No	50	No
5 years and within 10 years	0	No	100	No
10 years and above	0	No	100	No

- d) The **upper limits on variable interest rate exposures** together with the actual total maximum figure for 2007-08 are:

Upper limits on variable interest rate exposures		
2007-08 Original Limit	2007-08 Final Limit	2007-08 Actual Maximum
50%	50%	-74%

The negative figure of -74% for actual percentage of variable interest rate exposure arises because the Council's net variable borrowing (i.e. variable rate borrowing less variable rate investments) is a positive figure, against an overall negative figure for the Council's net borrowing (i.e. the Council's total investments are in excess of total borrowing).

The equivalent prudential indicator for 2008-09 has been set as a cash limit, since this is more transparent and understandable.

- e) The **upper limits on fixed interest rate exposures** together with the actual total maximum figure for 2007-08 are:

Upper limits on fixed interest rate exposures		
2007-08 Original Limit	2007-08 Final Limit	2007-08 Actual Maximum
100%	100%	174%

The over 100% value of 174% for actual percentage of fixed interest rate exposure arises because the Council's net fixed borrowing (i.e. fixed rate borrowing less fixed rate investments) is a higher negative figure than the overall negative figure for the Council's net borrowing (i.e. the Council's total investments are in excess of total borrowing).

The equivalent prudential indicator for 2008-09 has been set as a cash limit, since this is more transparent and understandable.

- f) The **upper limits on investments for periods longer than 364 days** together with the actual total maximum figure for 2007-08 are:

Upper limits on investments for periods longer than 364 days		
2007-08 Original Limit	2007-08 Final Limit	2007-08 Actual Maximum
75%	75%	0%