

Prudential Indicators re: Capital Programme 2015/16

	Actual 2013/14	Revised Estimate 2014/15	Original Estimate 2015/16	Indicative Estimate 2016/17	Indicative Estimate 2017/18
Capital Expenditure (as per programme)	£2,727,280	£1,610,400	£9,098,500	£1,800,000	£1,781,000
Capital Financing Requirement (Prudential Borrowing)	£12,130,549	£12,568,306	£12,206,798	£14,500,556	£15,336,321
Net Borrowing for capital purposes does not exceed the capital financing requirement					
The capital financing requirement measures the Authority's underlying need to borrow for a capital purpose. In accordance with best practice, The Fire Authority does not associate borrowing with particular items of capital expenditure.					
Ratio of Financing Costs to Net Revenue Stream					
Net Revenue Stream					
Government Support	£10,507,600	£9,744,000	£8,893,100	£8,568,700	£8,106,500
Collection Fund Surplus	£192,500	£247,000	£179,200	£0	£0
Council Tax Requirement	£14,347,200	£14,860,000	£15,474,000	£16,018,400	£16,583,000
Total Net Revenue Stream	£25,047,300	£24,851,000	£24,546,300	£24,587,100	£24,689,500
Calculation of Financing Costs					
Interest payable with respect to borrowing/Leasing	£289,182	£269,062	£223,631	£200,927	£295,951
Less Interest & Investment Income	-£22,365	-£16,000	-£12,500	-£12,500	-£12,500
Replacement for MRP	£657,360	£691,607	£687,243	£909,235	£1,048,780
Total Financing Costs	£924,177	£944,669	£898,374	£1,097,662	£1,332,231
Estimated Ratio of Financing Costs to Net Revenue Stream	3.69%	3.80%	3.66%	4.46%	5.40%
Estimation of the Incremental impact of new capital investment on the Council Tax					
Cost of Borrowing					
Capital Expenditure	£2,727,280	£1,610,400	£9,098,500	£1,800,000	£1,781,000
Less funded from capital grant	-£868,558	-£868,600	-£5,061,500	£0	£0
Less funded from direct revenue financing	-£763,605	-£411,700	-£1,056,000	-£55,000	£0
	£1,095,117	£330,100	£2,981,000	£1,745,000	£1,781,000
Cost of Borrowing at 7.5% - Interest(3.5%) & Depreciation(4%)	£82,134	£24,758	£223,575	£130,875	£133,575
IT Capital Programme	£710,163	£666,000	£1,796,200	£206,000	£40,000
Assumed Annual Maintenance @ 15%	£106,524	£99,900	£269,430	£30,900	£6,000
Total Impact of New Capital Investment	£188,658	£124,658	£493,005	£161,775	£139,575
Council Taxbase	229,997	233,580	238,502	242,080	245,711
Annual impact of new capital investment on the Council Tax	£0.82	£0.53	£2.07	£0.67	£0.57
Impact of New Capital Investment on the Council Tax	£0.82	£1.35	£3.42	£4.09	£4.66