

Capital Finance Prudential Indicators - 'Affordability'

Ratio of Financing costs to net revenue stream	Budget 2010/2011	Revised 2010/2011
Council Fund	£000	£000
Principal repayments	7,881	7,292
Less commutation	(422)	(422)
Interest costs	9,369	8,878
Debt Management costs	51	51
Revenue reserves		
Investment income	(282)	(211)
Interest applied to internal balances	629	629
Rescheduling discount	(118)	(242)
Total General Fund	17,108	15,975
Net revenue stream	315,986	315,986
Total as percentage of net revenue stream	5.41%	5.06%
HRA		
Principal repayments	1,016	1,009
Interest costs	2,450	2,042
Rescheduling discount	(28)	(42)
Debt Management costs	12	9
Total HRA	3,450	3,018
Net revenue stream	31,592	31,592
Total as percentage of net revenue stream	10.92%	9.55%

Estimate of <u>incremental impact</u> of capital investment on Council Tax and Housing Rents	Budget 2010/2011	Revised 2010/2011
Council Fund	£000	£000
Cost of borrowings - principal	18	18
- interest	13	13
Loss of investment income	10	5
Running costs	0	0
Total	41	36
Impact on Band D council tax **	0.07	0.06
Housing Revenue		
Loss of investment income	3	2
Running costs	0	0
Total	3	2
Impact on average weekly rent **	0.03	0.03

**** These are notional calculations as per regulations**

Capital financing requirement [as at 31 March 2010]	Budget 2010/2011	Revised 2010/2011
Council Fund	£000	£000
	267,600	267,286
H.R.A.	49,397	48,009
Total Authority	316,997	315,295