

West Dunbartonshire Council Prudential and Treasury Indicators

Table A - Net Capital Financing Need

General Services and HRA Shown Separately

£000	Forecast 2023/24	Forecast 2024/25	Forecast 2025/26	Forecast 2026/27	Forecast 2027/28	Forecast 2028/29	Forecast 2029/30	Forecast 2030/31	Forecast 2031/32	Forecast 2032/33
General Services	32,799	76,757	59,808	27,507	14,416	11,089	11,041	10,781	10,838	10,738
Financed by:										
Capital receipts	(0)	0	0	0	0	0	0	0	0	0
Capital grants	19,492	28,081	20,038	8,477	6,722	6,722	6,722	6,722	6,722	6,722
Revenue	250	250	0	0	0	0	0	0	0	0
Other funding	0	0	0	0	0	0	0	0	0	0
Net financing need for the year	13,057	48,426	39,770	19,030	7,694	4,367	4,319	4,059	4,116	4,016

£000	Forecast 2023/24	Forecast 2024/25	Forecast 2025/26	Forecast 2026/27	Forecast 2027/28	Forecast 2028/29	Forecast 2029/30	Forecast 2030/31	Forecast 2031/32	Forecast 2032/33
HRA	55,680	73,385	77,676	55,760	47,898	33,450	21,917	22,355	21,854	21,854
Financed by:										
Capital receipts	0	0	0	0	0	0	0	0	0	0
Capital grants	9,885	13,004	8,941	4,573	4,010	3,074	0	0	0	0
Revenue	0	0	0	0	0	0	0	0	0	0
Other funding	0	0	0	0	0	0	0	0	0	0
Net financing need for the year	45,795	60,381	68,735	51,187	43,888	30,376	21,917	22,355	21,854	21,854

General Services and HRA Combined

£000	Forecast 2023/24	Forecast 2024/25	Forecast 2025/26	Forecast 2026/27	Forecast 2027/28	Forecast 2028/29	Forecast 2029/30	Forecast 2030/31	Forecast 2031/32	Forecast 2032/33
General Services	32,799	76,757	59,808	27,507	14,416	11,089	11,041	10,781	10,838	10,738
HRA	55,680	73,385	77,676	55,760	47,898	33,450	21,917	22,355	21,854	21,854
Capital Expenditure	88,479	150,142	137,484	83,267	62,314	44,539	32,958	33,136	32,692	32,592
Financed by:										
Capital receipts	(0)	0	0	0	0	0	0	0	0	0
Capital grants	29,377	41,085	28,979	13,050	10,732	9,796	6,722	6,722	6,722	6,722
Revenue	250	250	0	0	0	0	0	0	0	0
Other funding	0	0	0	0	0	0	0	0	0	0
Net financing need for the year	58,852	108,807	108,505	70,217	51,582	34,743	26,236	26,414	25,970	25,870

Table B - Capital Financing Requirement

£000	Forecast 2023/24	Forecast 2024/25	Forecast 2025/26	Forecast 2026/27	Forecast 2027/28	Forecast 2028/29	Forecast 2029/30	Forecast 2030/31	Forecast 2031/32	Forecast 2032/33
Capital Financing Requirement										
CFR – General Services	396,061	445,645	492,739	517,478	534,331	542,753	546,909	551,141	555,136	559,064
CFR – HRA	396,061	445,645	492,739	517,478	534,331	542,753	546,909	551,141	555,136	559,064
Total CFR	792,123	891,290	985,477	1,034,956	1,068,662	1,085,506	1,093,818	1,102,282	1,110,272	1,118,128
Movement in CFR	49,745	99,168	94,187	49,479	33,705	16,844	8,312	8,464	7,990	7,857

Movement in CFR represented by

Net financing need for the year (above)	58,852	108,807	108,505	70,217	51,582	34,743	26,236	26,414	25,970	25,870
Loans Fund Review	-	-	-	-	-	-	-	-	-	-
Less scheduled debt amortisation and other financing movements	(9,107)	(9,639)	(14,318)	(20,738)	(17,877)	(17,899)	(17,923)	(17,950)	(17,980)	(18,013)
Movement in CFR	49,745	99,168	94,187	49,479	33,705	16,844	8,312	8,464	7,990	7,857

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Table F - Operational Boundary

£000	Forecast 2023/24	Forecast 2024/25	Forecast 2025/26	Forecast 2026/27	Forecast 2027/28	Forecast 2028/29	Forecast 2029/30	Forecast 2030/31	Forecast 2031/32	Forecast 2032/33
External Debt	737,971	845,500	949,927	1,005,141	1,043,025	1,062,386	1,072,389	1,082,589	1,092,299	1,101,900
Long Term Liability	98,797	100,352	99,531	98,744	97,936	97,103	96,243	95,354	94,432	93,474
Total	836,768	945,852	1,049,457	1,103,884	1,140,960	1,159,489	1,168,632	1,177,943	1,186,731	1,195,374

Table G - Authorised Limit

£000	Forecast 2023/24	Forecast 2024/25	Forecast 2025/26	Forecast 2026/27	Forecast 2027/28	Forecast 2028/29	Forecast 2029/30	Forecast 2030/31	Forecast 2031/32	Forecast 2032/33
External Debt	805,059	922,364	1,036,284	1,096,517	1,137,845	1,158,967	1,169,879	1,181,006	1,191,599	1,202,073
Long Term Liability	107,778	109,475	108,579	107,720	106,839	105,930	104,993	104,023	103,017	101,971
Total	912,837	1,031,839	1,144,863	1,204,237	1,244,684	1,264,897	1,274,872	1,285,028	1,294,616	1,304,044

Table H - Interest Rate Forecast

Link Asset Services Interest Rate View	Mar-24	Jun-24	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25	Mar-26	Jun-26	Sep-26
Bank Rate	5.25%	5.25%	4.75%	4.25%	3.75%	3.25%	3.00%	3.00%	3.00%	3.00%	3.00%
5yr PWLB Rate	4.50%	4.40%	4.30%	4.20%	4.10%	4.00%	3.80%	3.70%	3.60%	3.60%	3.50%
10yr PWLB Rate	4.70%	4.50%	4.40%	4.30%	4.20%	4.10%	4.00%	3.90%	3.80%	3.70%	3.70%
25yr PWLB Rate	5.20%	5.10%	4.90%	4.80%	6.40%	4.40%	4.30%	4.20%	4.20%	4.10%	4.10%
50yr PWLB Rate	5.00%	4.90%	4.70%	4.60%	4.40%	4.20%	4.10%	4.00%	4.00%	3.90%	3.90%

Table I - Historic Risk of Default

Long term rating	1 year	2 years	3 years	4 years	5 years
AAA	0.04%	0.09%	0.16%	0.25%	0.34%
AA	0.02%	0.04%	0.09%	0.16%	0.22%
A	0.05%	0.13%	0.24%	0.36%	0.50%
BBB	0.14%	0.38%	0.65%	0.97%	1.29%
BB	0.64%	1.85%	3.21%	4.50%	5.73%
B	2.73%	6.63%	10.29%	13.41%	15.82%
CCC	18.60%	26.52%	31.84%	34.95%	37.84%

Note - The AAA default risk is actually higher than the AA default risk due the number of AAA rated institutions left

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Table J - Counterparty Limits

Investment Category	Fitch (or equivalent)	Money Limit	Time Limit
1	F1+ / AA-	£10million	364 days
	F1 / A-	£5 million	
2	F1/A-	£10 million (per group)	364 days
3		£5 million	Overnight
4		£5 million	364 days
5	As in 1 above	£10million and £5million	364 days
6	Sector Limit	£25 million	Very liquid no time limit applies
	Fund Limit	£5 million	
7		No limit	6 months
8	Sector Limit	£25 million	364 days
	Fund Limit	£5 million	

Table K - Sensitivity to Interest Rate Movements

£000		1%	-1%
Variable Rate Debt Payments	N/A	N/A	N/A
Variable Rate Investment income	53,000	530	-530

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Table L- Treasury Management Limits on Activity

	2023/24 Upper	2024/25 Upper	2025/26 Upper
Limits on fixed interest rates	100%	100%	100%
Limits on variable interest rates	50%	50%	50%

Maturity Structure of fixed interest rate borrowing						
	Lower	Upper	Lower	Upper	Lower	Upper
Under 12 months	0%	50%	0%	50%	0%	50%
12 months to 2 years	0%	50%	0%	50%	0%	50%
2 years to 5 years	0%	50%	0%	50%	0%	50%
5 years to 10 years	0%	50%	0%	50%	0%	50%
10 years to 20 years	0%	50%	0%	50%	0%	50%
20 years to 30 years	0%	50%	0%	50%	0%	50%
30 years to 40 years	0%	50%	0%	50%	0%	50%
40 years to 50 years	0%	100%	0%	100%	0%	100%
50 years to 60 years	0%	100%	0%	100%	0%	100%
60 years to 70 years	0%	100%	0%	100%	0%	100%
Principal sums invested > 364 & 365 days	£nil	£7m	£nil	£7m	£nil	£7m