

West Dunbartonshire Council Prudential and Treasury Indicators

Table A - Net Capital Financing Need

General Services and HRA Shown Separately

£000	Forecast 2021/22	Forecast 2022/23	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
General Services	39,046	51,506	76,526	47,104	30,083	17,097	13,461	13,402	13,308	13,103	13,103
Financed by:											
Capital receipts	10	0	0	0	0	0	0	0	0	0	0
Capital grants	9,583	17,292	27,578	14,379	13,529	9,556	6,648	6,648	6,648	6,648	6,648
Revenue	63	0	0	0	0	0	0	0	0	0	0
Other funding	1,173	42	0	0	0	0	0	0	0	0	0
Net financing need for the year	28,217	34,172	48,948	32,725	16,554	7,541	6,813	6,754	6,660	6,455	6,455

£000	Forecast 2021/22	Forecast 2022/23	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
HRA	46,907	47,233	52,047	34,424	32,531	29,926	17,115	17,087	17,429	17,778	17,314
Financed by:											
Capital receipts	0	0	0	0	0	0	0	0	0	0	0
Capital grants	3,656	17,060	9,140	2,640	3,520	3,520	0	0	0	0	0
Revenue	7,927	9,179	9,228	8,722	7,949	7,418	4,923	4,502	4,253	4,191	3,923
Other funding	91	0	0	0	0	0	0	0	0	0	0
Net financing need for the year	35,233	20,994	33,678	23,063	21,062	18,989	12,192	12,585	13,176	13,586	13,391

General Services and HRA Combined

£000	Forecast 2021/22	Forecast 2022/23	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
General Services	39,046	51,506	76,526	47,104	30,083	17,097	13,461	13,402	13,308	13,103	13,103
HRA	46,907	47,233	52,047	34,424	32,531	29,926	17,115	17,087	17,429	17,778	17,314
Capital Expenditure	85,953	98,739	128,573	81,528	62,614	47,023	30,576	30,489	30,737	30,881	30,417
Financed by:											
Capital receipts	10	0	0	0	0	0	0	0	0	0	0
Capital grants	13,239	34,352	36,718	17,019	17,049	13,076	6,648	6,648	6,648	6,648	6,648
Revenue	7,990	9,179	9,228	8,722	7,949	7,418	4,923	4,502	4,253	4,191	3,923
Other funding	1,264	42	0	0	0	0	0	0	0	0	0
Net financing need for the year	63,450	55,166	82,626	55,788	37,616	26,530	19,005	19,339	19,836	20,041	19,846

Table B - Capital Financing Requirement

£000	Forecast 2021/22	Forecast 2022/23	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
Capital Financing Requirement											
CFR – General Services	392,588	420,860	463,023	486,836	492,862	488,744	483,803	479,083	474,029	466,856	462,482
CFR – HRA	306,298	320,274	346,010	360,002	371,559	380,751	381,451	381,927	382,541	383,308	384,366
Total CFR	698,886	741,135	809,033	846,838	864,421	869,495	865,254	861,010	856,570	850,164	846,848
Movement in CFR	52,696	42,249	67,898	37,805	17,583	5,074	(4,241)	(4,244)	(4,440)	(6,406)	(3,316)

Movement in CFR represented by											
Net financing need for the year (above)	63,450	55,166	82,626	55,788	37,616	26,530	19,005	19,339	19,836	20,041	19,846
Less scheduled debt amortisation and other financing movements	(10,755)	(12,917)	(14,729)	(17,983)	(20,032)	(21,455)	(23,246)	(23,583)	(24,276)	(26,447)	(23,162)
Movement in CFR	52,696	42,249	67,898	37,805	17,583	5,074	(4,241)	(4,244)	(4,440)	(6,406)	(3,316)

West Dunbartonshire Council Prudential and Treasury Indicators

Table F - Operational Boundary

£000	Forecast 2021/22	Forecast 2022/23	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
External Debt	665,436	715,619	793,761	839,297	863,391	874,155	874,617	874,090	873,383	871,267	872,957
Long Term Liability	101,876	98,166	94,712	90,761	86,009	80,826	75,700	71,558	67,381	62,451	57,113
Total	767,311	813,785	888,473	930,058	949,400	954,981	950,317	945,648	940,764	933,718	930,070

Table G - Authorised Limit

£000	Forecast 2021/22	Forecast 2022/23	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
External Debt	725,930	780,675	865,921	915,597	941,881	953,624	954,128	953,553	952,781	950,473	952,317
Long Term Liability	111,137	107,090	113,322	109,012	103,828	98,174	92,581	88,063	83,507	78,128	72,305
Total	837,067	887,766	979,243	1,024,609	1,045,709	1,051,798	1,046,709	1,041,616	1,036,288	1,028,601	1,024,622

Table H - Interest Rate Forecast (February 2022)

Link Asset Services Interest Rate View	Mar-22	Jun-22	Sep-22	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24	Dec-24	Mar-25
Bank Rate	0.75%	1.00%	1.00%	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%
5yr PWLB Rate	2.20%	2.30%	2.30%	2.30%	2.30%	2.30%	2.30%	2.30%	2.30%	2.30%	2.30%	2.30%	2.30%
10yr PWLB Rate	2.30%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%
25yr PWLB Rate	2.40%	2.50%	2.50%	2.60%	2.60%	2.60%	2.60%	2.60%	2.60%	2.60%	2.60%	2.60%	2.60%
50yr PWLB Rate	2.20%	2.30%	2.30%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%

Table I - Historic Risk of Default

Long term rating	1 year	2 years	3 years	4 years	5 years
AAA	0.04%	0.10%	0.17%	0.26%	0.35%
AA	0.02%	0.04%	0.09%	0.16%	0.24%
A	0.05%	0.15%	0.27%	0.40%	0.55%
BBB	0.15%	0.40%	0.70%	1.05%	1.41%
BB	0.65%	1.84%	3.22%	4.60%	5.84%
B	2.76%	6.66%	10.26%	13.35%	15.82%
CCC	18.96%	26.64%	31.60%	35.08%	37.88%

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

West Dunbartonshire Council Prudential and Treasury Indicators

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	2021/22 Estimate	1%	-1%
Variable Rate Debt Payments	N/A	N/A	N/A
Variable Rate Investment income	75	150	(75)

West Dunbartonshire Council Prudential and Treasury Indicators

Table L- Treasury Management Limits on Activity

	2021/22 Upper	2022/23 Upper	2023/24 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