

Treasury Management Indicators

The Authority measures and manages its exposures to treasury management risks using the following indicators.

Maturity Structure of Borrowing: This indicator is set to control the Authority's exposure to refinancing risk. The upper and lower limits on the maturity structure of all borrowing were:

	Lower Limit	Upper Limit	31.12.24 Actual
Under 12 months	0%	20%	1.51%
12 months and within 24 months	0%	20%	2.75%
24 months and within 5 years	0%	30%	9.07%
5 years and within 10 years	0%	50%	17.59%
10 years and above	0%	100%	69.08%

Time periods start on the first day of each financial year. The maturity date of borrowing is the earliest date on which the lender can demand repayment.

Long-term treasury management investments: The purpose of this indicator is to control the Authority's exposure to the risk of incurring losses by seeking early repayment of its investments. The prudential limits on the long-term treasury management investments will be:

Price risk indicator	2024/25 Limit	31.12.24 Actual
Limit on principal invested beyond year end	£5m	£0m

Borrowing Limits - The Council approved these Prudential Indicators as part of the Capital Strategy report. However, they are repeated in the Treasury Management Strategy for completeness.

	2024/25 Limit	31.12.24 Actual
Operational boundary – TOTAL	£485m	£412m
Authorised limit – TOTAL	£520m	£412m

Interest Rate Exposures: The reporting of this indicator is not required by the CIPFA Code; however this calculation shows the Authority’s exposure to interest rate risk. The table below shows a comparison between the one-year revenue impact of a 1% rise or fall in interests in September and December 2024

Interest rate risk indicator	30.09.24 £'000	31.12.24 £'000
Upper limit on one-year revenue impact of a 1% <u>rise</u> in interest rates	(0.060)	(0.052)
Upper limit on one-year revenue impact of a 1% <u>fall</u> in interest rates	0.206	0.198

The impact of a change in interest rates is calculated on the assumption that maturing loans and investment will be replaced at current rates.