

**Treasury Management Prudential Indicators for the Metropolitan Police Authority**

<b>Treasury Management Indicators</b>	<b>2007/08</b>	<b>2008/09</b>	<b>2009/10</b>
Upper limit on fixed interest rate exposures - net outstanding principal	95%	95%	95%
Upper limit on variable interest rate exposures - net outstanding principal	30%	30%	30%
Upper limit on fixed interest rate exposures - gross outstanding borrowing	100%	100%	100%
Upper limit on variable interest rate exposures - gross outstanding borrowing	15%	15%	15%
Upper limit on fixed interest rate exposures - gross outstanding investment	100%	100%	100%
Upper limit on variable interest rate exposures - gross outstanding investment	40%	40%	40%
	<b>Upper limit</b>		<b>Lower limit</b>
Maturity structure of borrowing			
Under 12 months	30%		0%
12 months and within 24 months	30%		0%
24 months and within 5 years	30%		0%
5 years and within 10 years	40%		0%
10 years and above	55%		0%
Principal sums invested for longer than 364 days (A ceiling on limited longer term investments set at £40 million - agreed by MPA full authority 30 March 2006)	Yes	Yes	Yes
Adoption of CIPFA Code of Practice for Treasury Management	Yes	Yes	Yes
	<b>2007/08</b>	<b>2008/09</b>	<b>2009/10</b>
	£000	£000	£000
Authorised limit	159,300	104,400	95,900
Separate agreements sought from the Authority and GLA for proposed borrowing which would exceed £120 million			
Operational boundary	138,500	90,800	83,400
Separate agreements sought from the Authority and GLA for proposed borrowing which would exceed £110 million			
Actual external debt at start of year (before new borrowing)	57,338	42,338	37,338