Prudential Indicators 2023/24 Outturn (31.03.24)

	Prudential Indicator		2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	
1	Capital Expenditure To allow the authority	GF	£68.3m	£167.3m	£60.4m	£36.8m	£25.8m	£26.4m	
	to plan for capital financing as a result of the capital programme	HRA	£30.1m	£47.6m	£19.0m	£12.7m	£12.1m	£12.3m	
	and enable the monitoring of capital budgets.	Other LT	£0.0m	£3.2m	£0.5m	£0.5m	£0.5m	£0.5m	
	buugets.	Total	£98.4m	£218.1m	£79.9m	£50.0m	£38.4m	£39.2m	
2	CFR Indicates the Council's								
	underlying need to borrow money for capital purposes. The	GF	£313.2m	£396.8m	£406.0m	£413.9m	£422.1m	£430.6m	
	majority of the capital programme is funded	HRA	£147.3m	£149.3m	£149.3m	£149.3m	£149.3m	£149.3m	
	through government support, government grant or the use of	Other LT	£41.7m	£43.2m	£41.9m	£40.6m	£39.3m	£38.0m	
	capital receipts. The use of borrowing	Total	£502.2m	£589.3m	£597.2m	£603.8m	£610.7m	£617.9m	
3	increases the CFR. Liability Benchmark								
	The Liability	Liability Benchmark							
	Benchmark is based	2700,0							
	on current capital	£600,0	£600,000						
	plans and cash flow								
	assumptions, therefore	£500,0	00						
	giving the Council an indication of how much	(00	,						
	it needs to borrow,	€ £400,00	00						
	when it is likely to	uno	1						
	need to borrow, and	£200,000 £200,000							
	where to match								
	maturities to its								
	planned borrowing	£100,0	oo		\				
	needs. The liability								
	benchmark makes no		0 2 0 2 0 3	8 4 F 8 F 8	9 2 9 2 9 4 9	0 - 8 B - 8	- 8 4 P B - 8	9 7 0 7 0	
	assumption about the level of future		2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	203 203 204 4 4 4 4 4 4	2045 2047 2049 2051 2053 2055 2055	2059 2061 2063 2065 2067 2069	2073 2073 2075 2077 2079 2081	208 208 208 208 208 208	
	prudential borrowing in		WLB Loans OBO Loans		=		excl LOBO loans) LA Temporary Borr	owing (<1 vear)	
	unknown capital	V	ariable rate Ioans et Loans Require	ment (forecast net		Existing Loan D		g (jour)	
	budgets.			k (Gross Loans Re		T	T		
4	Ratio of Financing								
	Costs to Net Revenue Stream								
	An estimate of the cost								
	of borrowing in relation	GF	11.39%	16.92%	16.84%	17.06%	17.18%	17.30%	
	to the net cost of		, , , ,						
	Council services to be met from government	HRA	14.01%	12.95%	12.54%	12.10%	11.80%	11.51%	
	grant and council taxpayers. In the case	Total	11.90%	16.13%	16.00%	16.10%	16.15%	16.21%	
	of the HRA the net								

Annex A

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	Prudential Indicator		2023/24	2024/25	2025/26	2026/27	2027/28	2028/29
	revenue stream is the income from rents. Note that financing costs include debt and other long-term liabilities such as PFI and Leases.							
5	External Debt To ensure that borrowing levels are prudent over the medium term the Council's external borrowing, net of investments, must only be for a capital purpose and so not exceed the CFR.	Gross Debt Invest Net Debt	£366.8m £5.0m ——— £361.8m	£459.3m £5.0m ————————————————————————————————————	£476.4m £5.0m ———— £471.4m	£493.1m £5.0m ———— £488.1m	£510.9m £5.0m ———— £505.9m	£529.6m £5.0m ————————————————————————————————————
6 a	Authorised Limit for External Debt The authorised limit is a level set above the operational boundary in acceptance that the operational boundary may well be breached because of cash flows. It represents an absolute maximum level of debt that could be sustained for only a short period of time. The council sets an operational boundary for its total external debt, gross of investments, separately identifying borrowing from other long-term liabilities.	Borrowing CFR / Other long-term liabilities	£590.9m £30.0m £620.9m (£620.9m set at 2023/24 Strategy)	£602.3m £30.0m £632.3m (£632.3m set at 2024/25 Strategy)	£607.2m £30.0m £637.2m (Based on current CFR projection)	£613.8m £30.0m £643.8m (Based on current CFR projection)	£620.7m £30.0m £650.7m (Based on current CFR projection)	£627.9m £30.0m £657.9m (Based on current CFR projection)

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	Prudential Indicator		2023/24	2024/25	2025/26	2026/27	2027/28	2028/29
6 b	Operational Boundary for External Debt The operational boundary is a measure of the most likely, prudent, level of debt. It takes account of risk management and analysis to arrive at the maximum level of debt projected as part of this prudent assessment. It is a means by which the	' Requirement	£502.2m	£589.3m	£597.2m	£603.8m	£610.7m	£617.9m
		t Term Liquidity	£88.7m £590.9m	£13.0m £602.3m	£10.0m £607.2m	£10.0m £613.8m	£10.0m £620.7m	£10.0m £627.9m
	authority manages its external debt to ensure that it remains within the self-imposed authority limit. It is a direct link between the Council's plans for capital expenditure; our estimates of the capital financing requirement; and estimated operational cash flow for the year.	Borrowing CFR / Short Term Liquidity Requirement	(£590.9m set at 2023/24 Strategy)	(£602.3m set at 2024/25 Strategy)	(Based on current CFR projection)	(Based on current CFR projection)	(Based on current CFR projection)	(Based on current CFR projection)

Annex A

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	Prudential Indicator		2021/22	2022/23	2023/24	2024/25	2025/26	
7	Maturity Structure of Borrowing To minimise the		Maturity Profile	Debt (£)	Debt (%)	Approved Minimum Limit	Approved Maximum Limit	
	impact of debt maturity on the cash flow of the Council. Over exposure to debt maturity in any one year could mean that the Council has insufficient liquidity to meet its repayment liabilities, and as a result could be exposed to risk of interest rate fluctuations in the future where loans are maturing. The Council therefore sets limits whereby long-term loans mature in different periods thus spreading the risk.	Maturity profile of debt against approved limits	Less than 1 yr 1 to 2 yrs 2 to 5 yrs 5 to 10 yrs 10 yrs and above Total	£48.4m £13.5m £49.7m £63.5m £150.0m	15% 4% 15% 20% 46% ——————————————————————————————————	0% 0% 0% 0% 30%	30% 30% 40% 40%	In line with the TMSS Lobo loans are shown as due at their next call date as this is the date the lender could require payment.
7	Upper Limit for Total Principal Sums Invested for Over 364 Days The Council sets an upper limit for each forward financial year period for the level of investments that mature in over 364 days. These limits reduce the liquidity and interest rate risk associated with investing for more than one year.	Limit / (Current investments greater than 364 days maturing in year)	£15.0m (£0.0m)	£15.0m (£0.0m)	£15.0m (£0.0m)	£15.0m (£0.0m)	£15.0m (£0.0m)	£15.0m (£0.0m)