

## Prudential Indicators 2022/23 for Approval

### 1. Capital Expenditure

Year End Resources	2020/21 Actual £m	2021/22 Estimate £m	2022/23 Estimate £m	2023/24 Estimate £m	2024/25 Estimate £m
<b>Services Total</b>	<b>31.520</b>	<b>26.870</b>	<b>25.560</b>	<b>19.780</b>	<b>10.140</b>

Financing of capital expenditure	2020/21 Actual £m	2021/22 Estimate £m	2022/23 Estimate £m	2023/24 Estimate £m	2024/25 Estimate £m
Capital receipts	(0.420)	(1.600)	(2.600)	-	-
Capital grants and 3 <sup>rd</sup> party Contributions	(6.450)	(3.190)	(2.280)	(0.080)	-
Revenue	-	(0.440)	(0.360)	(0.310)	(0.310)
<b>Net financing need for the year</b>	<b>24.650</b>	<b>21.640</b>	<b>19.760</b>	<b>17.940</b>	<b>9.570</b>

### 2. Capital Financing Requirement

	2020/21 Actual £m	2021/22 Estimate £m	2022/23 Estimate £m	2023/24 Estimate £m	2024/25 Estimate £m
<b>Capital Financing Requirement</b>					
Services	24.650	21.640	19.760	17.940	9.570
<b>Total CFR</b>	<b>6.110</b>	<b>27.750</b>	<b>47.490</b>	<b>64.490</b>	<b>72.420</b>
<b>Movement in CFR</b>	<b>24.650</b>	<b>21.640</b>	<b>19.740</b>	<b>17.000</b>	<b>7.930</b>

<b>Movement in CFR represented by</b>					
Net financing need for the year (above)	24.650	21.640	19.760	17.940	9.570
Less MRP/VRP and other financing movements	-	-	(0.020)	(9.940)	(1.640)
<b>Movement in CFR</b>	<b>24.650</b>	<b>21.640</b>	<b>19.740</b>	<b>17.000</b>	<b>7.930</b>

## 3. Core Funds and expected investment balances

Year End Resources	2020/21 Actual £m	2021/22 Estimate £m	2022/23 Estimate £m	2023/24 Estimate £m	2024/25 Estimate £m
Fund balances / reserves	28.760	31.660	30.540	29.020	29.210
Capital receipts	-	-	-	-	-
Other	0.220	-	-	-	-
<b>Total core funds</b>	<b>28.980</b>	<b>31.660</b>	<b>30.540</b>	<b>29.020</b>	<b>29.210</b>
Working capital*	2.940	3.000	3.000	3.000	3.000
Under/over borrowing	4.610	6.270	6.620	5.680	4.030
<b>Expected investments</b>	<b>36.530</b>	<b>40.930</b>	<b>40.160</b>	<b>37.700</b>	<b>36.240</b>

## 4. Actual External Borrowing

	2020/21 Actual £m	2021/22 Estimate £m	2022/23 Estimate £m	2023/24 Estimate £m	2024/25 Estimate £m
<b>External Debt</b>					
Debt at 1 April	7.500	1.500	21.480	40.870	58.810
Expected change in Debt	(6.000)	19.980	19.390	17.940	9.580
Other long-term liabilities (OLTL)	-				
Expected change in OLTL	-				
<b>Actual gross debt at 31 March</b>	<b>1.500</b>	<b>21.480</b>	<b>40.870</b>	<b>58.810</b>	<b>68.390</b>
The Capital Financing Requirement	6.110	27.750	47.490	64.490	72.420
<b>Under / (over) Borrowing</b>	<b>4.610</b>	<b>6.270</b>	<b>6.620</b>	<b>5.680</b>	<b>4.030</b>

## 5. Operational Boundary

Operational boundary	2021/22 Estimate £m	2022/23 Estimate £m	2023/24 Estimate £m	2024/25 Estimate £m
Debt	40.0	41.0	59.0	69.0
Other long term liabilities	10.0	7.0	6.0	4.0
<b>Total</b>	<b>50.0</b>	<b>48.0</b>	<b>65.0</b>	<b>73.0</b>

## 6. Authorised Limit

Authorised Limit	2021/22 Estimate £m	2022/23 Estimate £m	2023/24 Estimate £m	2024/25 Estimate £m
Debt	150.0	150.0	150.0	150.0
Other long term liabilities	10.0	10.0	10.0	10.0
<b>Total</b>	<b>160.0*</b>	<b>160.0</b>	<b>160.0</b>	<b>160.0</b>

\* See Appendix A

## 7. Upper limit for principal sums invested for longer than 365 days

Current investments as at 23.12.21 in excess of 1 year maturing in each year	2022/23	2023/24	2024/25
£m	£m	£m	£m
20.0	30.0	30.0	30.0

## Appendix B

### 8. Creditworthiness policy and counter-party limits

	Colour (and long term rating where applicable)	Money Limit per banking group (at time of investment)	Transaction Limit	Time Limit
Banks	yellow	£10m	£10m	5yrs
Banks	purple	£10m	£10m	2 yrs
Banks	orange	£10m	£10m	1 yr
Banks – part nationalised	blue	£20m	£20m	1 yr
Banks – part nationalised – Council’s bank	blue	£40m	£30m	1 yr
Banks	red	£10m	£10m	6 mths
Banks	green	£10m	£10m	100 days
Banks	No colour	Not to be used	N/A	N/A
Limit 3 category – Council’s banker (where “No Colour”)	No Colour	£30m	£30m	1 day
Property Funds	-	£20m	£10m	Not fixed term investment - no time limit
DMADF	UK sovereign rating	unlimited	unlimited	6 months
Local authorities	n/a	£10m (per local authority)	£10m	unlimited
	Fund rating	Money Limit (at time of investment)		Time Limit
Money Market Funds CNAV	AAA	£10m (per fund)	£10m	liquid
Money Market Funds LVNAV	AAA	£10m (per fund)	£10m	liquid
Money Market Funds VNAV	AAA	£10m (per fund)	£10m	liquid
Ultra-Short Dated Bond Funds with a credit score of 1.25	Dark pink / AAA	£10m (per fund)	£10m	liquid
Ultra-Short Dated Bond Funds with a credit score of 1.50	Light pink / AAA	£10m (per fund)	£10m	liquid

**9. Ratio of financing costs to net revenue stream**

%	2020/21 Actual	2021/22 Estimate	2022/23 Estimate	2023/24 Estimate	2024/25 Estimate
Services	0.79%	2.93%	10.89%	17.54%	0.79%

**10. Maturity structure of borrowing**

Maturity structure of fixed interest rate borrowing 2021/22		
	Lower	Upper
Under 12 months	0%	95%
12 months to 2 years	0%	95%
2 years to 5 years	0%	95%
5 years to 10 years	0%	50%
10 years to 20 years	0%	75%
20 years to 30 years	0%	75%
30 years to 40 years	0%	95%
40 years to 50 years	0%	50%
Maturity structure of variable interest rate borrowing 2021/22		
	Lower	Upper
Under 12 months	0%	50%
12 months to 2 years	0%	50%
2 years to 5 years	0%	50%
5 years to 10 years	0%	50%
10 years to 20 years	0%	50%
20 years to 30 years	0%	50%
30 years to 40 years	0%	50%
40 years to 50 years	0%	50%

## Appendix B