

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
Services Total	31.520	26.870	27.560	21.790	10.140

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)	(3.160)	(1,450)	(0.250)
Capital grants and 3 rd party Contributions	(6.450)	(3.190)	(2.280)	(0.080)	-
Revenue	-	(0.440)	(0.360)	(3.310)	(0.310)
Net financing need for the year	24.650	21.640	21.760	16.950	9.580

2. Capital Financing Requirement

	2020/21 Actual £m	2021/22 Estimate £m	2022/23 Estimate £m	2023/24 Estimate £m	2024/25 Estimate £m
Capital Financing Requirement					
Services	24.650	21.640	21.760	16.950	9.570
Total CFR	6.110	27.750	49.510	66.460	76.040
Movement in CFR	24.650	21.640	21.760	16.950	9.580

Movement in CFR represented by					
Net financing need for the year (above)	24.650	21.640	21.760	16.950	9.580
Less MRP/VRP and other financing movements	-	-	(0.020)	(0.940)	(1.690)
Movement in CFR	24.650	21.640	21.740	16.010	7.890

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	24.020	26.210
Capital receipts	-	-	-	-	-
Other	0.220	-	-	-	-
Total core funds	28.980	31.660	30.540	24.020	26.210
Working capital*	2.940	3.000	3.000	3.000	3.000
Under/over borrowing	4.610	6.270	6.640	6.640	6.640
Expected investments	36.530	40.930	40.180	33.660	35.850

4. Actual External Borrowing

	2020/21 Actual £m	2021/22 Estimate £m	2022/23 Estimate £m	2023/24 Estimate £m	2024/25 Estimate £m
External Debt					
Debt at 1 April	7.500	1.500	21.480	42.870	59.830
Expected change in Debt	(6.000)	19.980	21.390	16.950	9.580
Other long-term liabilities (OLTL)	-	-	-	-	-
Expected change in OLTL	-	-	-	-	-
Actual gross debt at 31 March	1.500	21.480	42.870	58.810	69.402
The Capital Financing Requirement	6.110	27.750	49.510	64.460	76.040
Under / (over) Borrowing	4.610	6.270	6.640	6.640	6.640

5. Operational Boundary

Operational boundary	2021/22 Estimate £m	2022/23 Estimate £m	2023/24 Estimate £m	2024/25 Estimate £m
Debt	40.0	60.0	75.0	80.0
Other long term liabilities	10.0	10.0	10.0	10.0
Total	50.0	70.0	85.0	90.0

6. Authorised Limit

Authorised Limit	2021/22	2022/23	2023/24	2024/25
	Estimate	Estimate	Estimate	Estimate
	£m	£m	£m	£m
Debt	150.0	180.0	180.0	180.0
Other long term liabilities	10.0	10.0	10.0	10.0
Total	160.0*	190.0	190.0	190.0

* 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%	4.51%	11.16%	15.98%

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%