

PRUDENTIAL INDICATORS Q3 2024/25

PRUDENTIAL INDICATORS	Source	2023/24 £'000	2024/25 £'000	2025/26 £'000	2026/27 £'000	2027/28 £'000	Notes
		Actual	Forecast	Estimate	Estimate	Estimate	
		£'000	£'000	£'000	£'000	£'000	
Total Annual Capital Expenditure	Capital Strategy	57,729	58,313	80,864	144,743	56,784	A forecast of when approved capital expenditure will be incurred
Capital financing requirement as at 31 March	Capital Strategy	603,087	643,504	692,876	805,484	823,134	Total value of capital spend financed from borrowing.
Annual change in capital financing requirement (CFR)	Capital Strategy	33,619	40,417	49,372	112,608	17,650	Net impact that capital spend less MRP has on the CFR. When MRP exceeds the spend this will be negative.
Net borrowing requirement	Capital Strategy						
Brought forward 1 April		525,654	583,006	623,423	672,795	785,403	Annual actual borrowing estimates.
Carried forward 31 March		583,006	623,423	672,795	785,403	803,053	
In year borrowing requirement		57,352	40,417	49,372	112,608	17,650	
Gross Borrowing as at 31st March	Capital Strategy	583,006	623,423	672,795	785,403	803,053	Estimated total funds borrowed.
Authorised limit for external debt	Capital Strategy						
Borrowing		602,087	642,504	691,876	804,484	822,134	The affordable borrowing limit determined in compliance with the Local Government Act 2003. This sum can not exceed the CFR.
Other long-term liabilities		1,000	1,000	1,000	1,000	1,000	
Total		603,087	643,504	692,876	805,484	823,134	
Operational boundary for external debt	Capital Strategy						
Borrowing		592,087	632,504	681,876	794,484	812,134	Based on the Authority's estimate of most likely requirement for external debt.
Other long-term liabilities		1,000	1,000	1,000	1,000	1,000	
Total		593,087	633,504	682,876	795,484	813,134	
Income from non treasury investments to net revenue stream	Capital Strategy	115%	137%	125%	139%	144%	Percentage that income from borrowing is of the net annual budget
Proportion of financing costs to net revenue stream	Capital Strategy	106%	153%	135%	145%	156%	Percentage that Interest & Minimum Revenue Provision (MRP) is of the net annual budget.
Liability Benchmark	Treasury Strategy	583,006	613,231	667,308	782,490	805,383	An alternative strategy, showing the lowest risk level of borrowing
Credit Risk Indicator	Treasury Strategy	A	A	A	A	A	A target for exposure to credit risk of investment portfolio
Liquidity Risk Indicator	Treasury Strategy	0	0	0	0	0	A target for exposure to liquidity risk through borrowing without prior notice
Interest Risk Indicator	Treasury Strategy						
Upper Limit for variable interest rate exposure		90%	90%	90%	90%	90%	This section of indicators reflect the limits attributed to long term borrowing with a variable Interest rate
Upper Limit on fixed interest rate exposure		100%	100%	100%	100%	100%	This section of indicators reflect the limits attributed to long term borrowing with a fixed Interest rate.
Refinancing Risk Indicator	Treasury Strategy						
Under 12 months		50%	50%	50%	50%	50%	This indicator is set to control the authority's exposure to refinancing risk. These only show the upper limits, not the lower limits, please refer to the Treasury Strategy for the lower limits
12 months and within 24 months		30%	30%	60%	60%	60%	
24 months and within 5 years		50%	50%	70%	70%	70%	
5 years and within 10 years		100%	100%	100%	100%	100%	
10 years to 25 years		100%	100%	100%	100%	100%	
25 years and above		100%	100%	100%	100%	100%	
Price Risk Indicator	Treasury Strategy	15,000	15,000	15,000	15,000	15,000	This indicator shows the maximum long term investment limit
Security of Commercial and Housing Investments	Investment Strategy	(19,112)	n/a	n/a	n/a	n/a	The indicator shows the security of the Council's assets by comparing the accounting valuation to the debt outstanding.
Non Treasury investment income as a proportion of Usable Reserves	Investment Strategy	41%	46%	n/a	n/a	n/a	This indicator monitors the availability of reserves to cover the income from Commercial Property
Yield of Commercial Property Investment Income	Investment Strategy	6%	6%	n/a	n/a	n/a	This indicator shows the average yield of commercial property
Commercial Property Investments Reserve Levels	Investment Strategy	4,556	4,226	2,642	1,883	321	This indicator shows the forecast reserve levels to cover loss of commercial income from voids, or maintenance works required