

PRUDENTIAL INDICATORS 2019/20

Capital Programme	Actual 31-Mar-18 £000	Estimate 2018/19 £000	Estimate 2019/20 £000	Estimate 2020/21 £000	Estimate 2021/22 £000	Estimate 2022/23 £000	Estimate 2023/24 £000
Capital Expenditure - Service (Core)	87,346	86,552	92,810	137,828	126,997	97,281	78,002
Income Generating Initiatives (Commercial Investment)	11,420	26,376	16,185	42,480	39,220	47,600	24,765
Capital Expenditure (i)	98,766	112,928	108,995	180,308	166,217	144,881	102,767
Capital Financing Requirement (CFR) - Service	560,500	549,794	550,084	605,525	666,091	681,553	669,609
CFR - Income Generating Initiatives (Commercial)	15,404	36,608	52,016	92,114	122,816	163,292	195,472
Capital Financing Requirement (Closing Balance)	575,904	586,402	602,100	697,639	788,907	844,845	865,081
Gross External Debt	400,489	393,850	387,335	380,319	393,901	414,495	424,765
Income Generating Initiatives (Commercial)	0	0	0	40,587	122,816	163,292	195,472
PFI Schemes and Finance Leases	105,656	103,161	100,235	97,020	93,407	89,342	84,885
Actual Debt/Operational Boundary (ii)	506,145	497,011	487,570	517,926	610,125	667,130	705,122
Gross External Debt (inc. Commercial)		454,765	549,890	610,110	651,715	655,779	660,237
PFI Schemes and Finance Leases		103,161	100,235	97,020	93,407	89,342	84,885
Authorised Borrowing Limit	N/A	557,926	650,125	707,130	745,122	745,122	745,122

Revenue Impact	Actual 2017/18 £000	Estimate 2018/19 £000	Estimate 2019/20 £000	Estimate 2020/21 £000	Estimate 2021/22 £000	Estimate 2022/23 £000	Estimate 2023/24 £000
Capital Financing Costs (Corporately Funded)	26,673	27,213	27,334	27,750	29,938	32,634	33,805
Net Revenue Expenditure	530,308	533,943	574,917	580,938	593,295	607,319	620,000
Ratio (%)	5.0%	5.1%	4.8%	4.8%	5.0%	5.4%	5.5%

(i) 2017/18 actual capital expenditure includes PFI notional investment, as per Note 6 of the Council's "Statement of Accounts"
(ii) The *Operational Boundary* represents the Council's forecast of its gross external debt (including PFI and Finance Lease liabilities)

Commercial Investments (iii)	Actual 31-Mar-18 £000	Estimate 2018/19 £000	Estimate 2019/20 £000	Estimate 2020/21 £000	Estimate 2021/22 £000	Estimate 2022/23 £000	Estimate 2023/24 £000
Forecast Income			2,695	4,366	5,680	6,786	7,387
Net Revenue Expenditure			574,917	580,938	593,295	607,319	620,000
Commercial Income to Net Service Ratio (%)			0.5%	0.8%	1.0%	1.1%	1.2%
Forecast Income			2,695	4,366	5,680	6,786	7,387
Cost of Borrowing (Capital Financing)			1,594	2,174	3,471	4,502	5,496
Investment Cover Ratio			1.7	2.0	1.6	1.5	1.3

(iii) New investment property opportunities and Your Energy Sussex (inc. solar farms and solar panels) income generating schemes only.

TREASURY MANAGEMENT INDICATORS

Maximum % Gross Borrowing at Fixed and Variable Rates	Actual 31-Mar-18 £000	Estimate 2018/19 £000	Estimate 2019/20 £000	Estimate 2020/21 £000	Estimate 2021/22 £000	Estimate 2022/23 £000	Estimate 2023/24 £000
Maximum % Gross Borrowing at Fixed Rates	99%	100%	100%	100%	100%	100%	100%
Maximum % Gross Borrowing at Variable Rates	1%	25%	25%	25%	25%	25%	25%

Internal Borrowing Forecast	Actual 31-Mar-18 £000	Estimate 2018/19 £000	Estimate 2019/20 £000	Estimate 2020/21 £000	Estimate 2021/22 £000	Estimate 2022/23 £000	Estimate 2023/24 £000
Under/Over (-) Borrowing (iv)	69,759	89,391	114,530	179,713	178,783	177,716	159,959
Under/Over (-) Borrowing as a % of CFR	12.1%	15.2%	19.0%	25.8%	22.7%	21.0%	18.5%

Maturity Structure of External Debt	Actual 31-Mar-18	Lower Limit 2018/19	Upper Limit 2018/19	Lower Limit 2019/20	Upper Limit 2019/20
Debt Maturity (v):					
Over 30 Years	6%	0%	30%	0%	40%
Over 25 to 30 Years	4%	0%	30%	0%	25%
Over 20 to 25 Years	0%	0%	30%	0%	25%
Over 15 to 20 Years	13%	0%	30%	0%	25%
Over 10 to 15 Years	48%	0%	70%	0%	65%
Over 5 to 10 Years	19%	0%	40%	0%	45%
Over 1 to 5 Years	7%	0%	35%	0%	35%
Under 12 months	3%	0%	25%	0%	25%

(iv) The Council's gross external debt as compared with the Capital Financing Requirement
(v) These percentages reflect maximum values to allow for new external and/or debt restructuring. They do not reflect actual maturity values.

Upper Limit for Principal Sums Invested over 365 Days	Actual 31-Mar-18	Upper Limit 2018/19	Upper Limit 2019/20	Upper Limit 2020/21	Upper Limit 2021/22	Upper Limit 2022/23	Upper Limit 2023/24
Maximum invested for a year or longer (£)	£33.8m	£75m	£75m	£65m (vi)	£55m	£45m	£45m

(vi) The upper limits for future years to be reviewed on an annual basis.