

PRUDENTIAL INDICATORS (2023/24 TO 2027/28)

Capital Programme	Actual 31-Mar-22 £000	Estimate 2022/23 £000	Estimate 2023/24 £000	Estimate 2024/25 £000	Estimate 2025/26 £000	Estimate 2026/27 £000	Estimate 2027/28 £000
Capital Expenditure (i)	112,536	130,520	124,883	174,455	187,925	122,946	137,038
Capital Financing Requirement (CFR) - Service	507,358	527,311	539,798	624,397	707,196	731,209	764,615
CFR - Economic Developments	79,586	86,494	97,261	117,965	137,211	150,757	160,927
Capital Financing Requirement (Closing Balance)	586,945	613,805	637,059	742,363	844,407	881,966	925,542
Gross External Debt	477,264	466,787	466,772	466,756	442,740	446,600	492,613
Economic Developments	0	0	0	0	89,895	150,757	160,927
PFI Schemes and Finance Leases	88,367	85,106	81,552	77,641	73,123	68,011	62,232
Actual Debt/Operational Boundary (ii)	565,631	551,893	548,324	544,397	605,758	665,368	715,773
Gross External Debt		659,593	564,206	627,727	682,650	687,761	693,540
PFI Schemes and Finance Leases		85,106	81,552	77,641	73,123	68,011	62,232
Authorised Borrowing Limit	N/A	744,699	645,758	705,368	755,773	755,773	755,773

(i) 2021/22 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)

Revenue Impact	Actual 31-Mar-22 £000	Estimate 2022/23 £000	Estimate 2023/24 £000	Estimate 2024/25 £000	Estimate 2025/26 £000	Estimate 2026/27 £000	Estimate 2027/28 £000
Capital Financing Costs (Corporately Funded)	29,535	29,724	30,449	30,468	34,425	36,576	39,521
Net Revenue Expenditure	624,833	648,342	708,803	728,221	732,029	738,999	754,000
Ratio (%)	4.7%	4.6%	4.3%	4.2%	4.7%	4.9%	5.2%

Commercial Investments (iii)	Actual 31-Mar-22 £000	Estimate 2022/23 £000	Estimate 2023/24 £000	Estimate 2024/25 £000	Estimate 2025/26 £000	Estimate 2026/27 £000	Estimate 2027/28 £000
Forecast Income	4,658	5,953	3,870	4,911	6,051	7,351	7,951
Net Revenue Expenditure	624,833	648,342	708,803	728,221	732,029	738,999	754,000
Income to Net Service Ratio (%)	0.7%	0.9%	0.5%	0.7%	0.8%	1.0%	1.1%
Forecast Income	4,658	5,953	3,870	4,911	6,051	7,351	7,951
Cost of Borrowing (Capital Financing)	2,323	2,390	2,609	3,117	3,812	4,412	4,912
Investment Cover Ratio	2.0	2.5	1.5	1.6	1.6	1.7	1.6

(iii) Income relating to Investment Property (purchased before April 2020) and Your Energy Sussex (inc. battery storage, solar farms and solar panels) schemes.

TREASURY MANAGEMENT INDICATORS

Liability Benchmark

In accordance with the Prudential Code and Treasury Management Code of Practice (2021 Editions), the County Council has formally adopted CIPFA's Liability Benchmark requirement. This indicator forecasts the minimum amount of debt the County Council's could hold if all available internal resources (excluding those set aside for long-term treasury management investment) are used in lieu of external borrowing. Full details of the Liability Benchmark, including the County Council's Capital Financing Requirement (excluding PFI and finance lease liabilities) and external debt maturity profile are detailed in the 2023/24 Treasury Management Strategy (Budget Report Annex 2(b), Section 6; paragraphs 6.13 to 6.16)

Maximum % Gross Borrowing at Fixed and Variable Rates	Actual 31-Mar-22 £000	Estimate 2022/23 £000	Estimate 2023/24 £000	Estimate 2024/25 £000	Estimate 2025/26 £000	Estimate 2026/27 £000	Estimate 2027/28 £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-22 £000	Estimate 2022/23 £000	Estimate 2023/24 £000	Estimate 2024/25 £000	Estimate 2025/26 £000	Estimate 2026/27 £000	Estimate 2027/28 £000
Under/Over(-) Borrowing (iv)	21,314	61,912	88,735	197,966	238,649	216,598	209,770
Under/Over(-) Borrowing as a % of CFR	3.6%	10.1%	13.9%	26.7%	28.3%	24.6%	22.7%

Maturity Structure of External Debt	Actual 31-Mar-22	Lower Limit 2022/23	Upper Limit 2022/23	Lower Limit 2023/24	Upper Limit 2023/24
Debt Maturity (v):					
Over 30 Years	26%	0%	50%	0%	50%
Over 25 to 30 Years	0%	0%	25%	0%	25%
Over 20 to 25 Years	3%	0%	25%	0%	25%
Over 15 to 20 Years	0%	0%	25%	0%	25%
Over 10 to 15 Years	18%	0%	50%	0%	50%
Over 5 to 10 Years	44%	0%	60%	0%	60%
Over 1 to 5 Years	6%	0%	35%	0%	35%
Under 12 months	3%	0%	25%	0%	25%

(iv) The Council's forecast levels of internal borrowing based on gross external debt projections (as included in the Liability Benchmark).

(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-22	Upper Limit 2022/23	Upper Limit 2023/24	Upper Limit 2024/25	Upper Limit 2025/26	Upper Limit 2026/27	Upper Limit 2027/28
Maximum invested for a year or longer (vi)	£62.6m	£100m	£100m	£100m	£100m	£100m	£100m
(vi) Limits for future years to be reviewed on an annual basis.							