

PRUDENTIAL INDICATORS (2024/25 TO 2028/29)

Capital Programme	Actual 31-Mar-23 £000	Estimate 2023/24 £000	Estimate 2024/25 £000	Estimate 2025/26 £000	Estimate 2026/27 £000	Estimate 2027/28 £000	Estimate 2028/29 £000
Capital Expenditure (i)	126,040	122,410	131,571	200,181	159,367	122,780	81,371
Capital Financing Requirement (CFR) - Service	525,666	538,878	585,607	652,239	708,762	754,276	765,357
CFR - Economic Developments	82,572	84,049	93,413	126,064	143,418	155,678	162,045
Capital Financing Requirement (Closing Balance)	608,238	622,928	679,019	778,303	852,180	909,954	927,402
Gross External Debt	467,566	467,772	467,756	552,614	640,247	691,745	709,482
Economic Developments	0	0	0	126,064	143,418	155,678	162,045
PFI Schemes and Finance Leases	85,228	81,662	79,517	73,951	68,515	62,531	55,875
Actual Debt/Operational Boundary (ii)	552,794	549,434	547,273	752,629	852,180	909,954	927,402
Gross External Debt (Capital)		524,096	783,665	847,423	871,527	871,527	871,527
Gross External Debt (Other)		40,000	40,000	40,000	159,117	168,230	169,598
PFI Schemes and Finance Leases		81,662	79,517	73,951	68,515	62,531	55,875
Authorised Borrowing Limit	N/A	645,758	903,182	961,374	1,099,159	1,102,288	1,097,000

(i) 2022/23 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 for the Capital Programme (including PFI and Finance Lease liabilities)

Revenue Impact	Actual 31-Mar-23 £000	Estimate 2023/24 £000	Estimate 2024/25 £000	Estimate 2025/26 £000	Estimate 2026/27 £000	Estimate 2027/28 £000	Estimate 2028/29 £000
Capital Financing Costs (Corporately Funded)	29,721	30,314	31,243	41,883	45,045	49,257	50,032
Net Revenue Expenditure	648,342	708,803	761,402	758,963	761,979	765,010	768,056
Ratio (%)	4.6%	4.3%	4.1%	5.5%	5.9%	6.4%	6.5%

Commercial Investments (iii)	Actual 31-Mar-23 £000	Estimate 2023/24 £000	Estimate 2024/25 £000	Estimate 2025/26 £000	Estimate 2026/27 £000	Estimate 2027/28 £000	Estimate 2028/29 £000
Forecast Income	5,777	3,594	3,069	3,191	5,819	7,939	8,359
Net Revenue Expenditure	648,342	708,803	761,402	758,963	761,979	765,010	768,056
Income to Net Service Ratio (%)	0.9%	0.5%	0.4%	0.4%	0.8%	1.0%	1.1%
Forecast Income	5,777	3,594	3,069	3,191	5,819	7,939	8,359
Cost of Borrowing (Capital Financing)	2,392	2,591	2,723	3,131	3,987	4,634	5,008
Investment Cover Ratio	2.4	1.4	1.1	1.0	1.5	1.7	1.7

(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 2024/25 Treasury Management Strategy (Budget Report Annex 2(b), Section 6; paragraphs 6.13 to 6.17).

Maximum % Gross Borrowing at Fixed and Variable Rates	Actual 31-Mar-23 £000	Estimate 2023/24 £000	Estimate 2024/25 £000	Estimate 2025/26 £000	Estimate 2026/27 £000	Estimate 2027/28 £000	Estimate 2028/29 £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-23 £000	Estimate 2023/24 £000	Estimate 2024/25 £000	Estimate 2025/26 £000	Estimate 2026/27 £000	Estimate 2027/28 £000	Estimate 2028/29 £000
Under/Over(-) Borrowing (iv)	55,444	73,494	131,746	25,674	0	0	0
Under/Over(-) Borrowing as a % of CFR	9.1%	11.8%	19.4%	3.3%	0.0%	0.0%	0.0%

Maturity Structure of External Debt	Actual 31-Mar-23	Lower Limit 2023/24	Upper Limit 2023/24	Lower Limit 2024/25	Upper Limit 2024/25
Debt Maturity (v):					
Over 30 Years	27%	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	11%	0%	50%	0%	50%
Over 5 to 10 Years	42%	0%	60%	0%	60%
Over 1 to 5 Years	16%	0%	35%	0%	35%
Under 12 months	1%	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-23	Upper Limit 2023/24	Upper Limit 2024/25	Upper Limit 2025/26	Upper Limit 2026/27	Upper Limit 2027/28	Upper Limit 2028/29
Maximum invested for a year or longer (vi)	£45.6m	£100m	£100m	£100m	£100m	£100m	£100m

(vi) Limits for future years to be reviewed on an annual basis.