ANNEX 1

PRUDENTIAL INDICATORS

PRUDENTIAL INDICATOR	2018/19	2019/20	2019/20	2020/21	2021/22
EXTRACT FROM BUDGET	**£'000**	**£'000**	**£'000**	**£'000**	**£’000**
	Actual	**Forecast**	**Actuals**	**Estimate**	**Estimate**
Capital Expenditure	**28,541**	**15,039**	**7,798**	**18,081.9**	**4,360**
Ratio of financing costs to net revenue stream	**-4.5%**	**-3.1%**	**-4.6%**	**-3.4%**	**-3.6%**
Capital Financing Requirement (CFR) b/f	-678	5,222	5,222	6,585	6,394
Minimum Revenue Provision		(187)	(187)	(191)	(196)
External Debt	5,900	1,550	1,550		
Capital Financing Requirement (CFR) c/f	**5,222**	**6,585**	**6,585**	**6,394**	**6,198**
Gross debt <= CFR actuals + 3 years					
Gross debt			7,248	7,018	6,783
CFR + 3 years movement			6,585	6,394	6,198
Difference			**(663)**	**(625)**	**(585)**
Notes: Gross debt higher than CFR due to negative CFR b/f in 2018/19 Marginal over borrowing position shown in 2019/20 and 2020/21 will fall each year as principal and interest repaid.					

PRUDENTIAL INDICATORS

PRUDENTIAL INDICATOR	2018/19	2019/20	2020/21	2021/22	2022/23
TREASURY MANAGEMENT PRUDENTIAL INDICATORS	**£'000**	**£'000**	**£'000**	**£'000**	**£'000**
	Actual	**Actual**	**Estimate**	**Estimate**	**Estimate**
Authorised Limit for external debt	**20,000**	**20,000**	**20,000**	**20,000**	**20,000**
Operational Boundary for external debt	**15,000**	**15,000**	**15,000**	**15,000**	**15,000**
Upper limit for fixed interest rate exposure					
Net principal re fixed rate borrowing / investments	**100 %**	**100 %**	**100 %**	**100 %**	**100 %**
Upper limit for variable rate exposure					
Net principal re variable rate borrowing / investments	**50 %**	**50 %**	**50 %**	**50 %**	**50 %**
Upper limit for total principal sums invested for over 364 days (amount shown subject to being not more that 50% of the portfolio size at the time the investment is placed)	**£35,000**	**£35,000**	**£35,000**	**£35,000**	**£35,000**

Maturity structure of fixed rate borrowing during 2019/20	Upper limit	Lower limit
Less than 1 year	100 %	0 %
1 year to less than 2 years	100 %	0 %
2 years to less than 5 years	100 %	0 %
5 years to less than 10 years	100%	0 %
10 years or longer	100%	0 %

Note: During 2020/21 short term borrowing is expected to meet cash flow requirements and may be used to finance the current temporary deficit on the Capital Programme.