

## Prudential Indicators

Prudential Indicator	2019/20 Estimate	2020/21 Estimate	2021/22 Estimate	2022/23 Estimate
	%	%	%	%
Non HRA ratio of financing costs to net revenue stream	8.7	9.1	7.0	7.7
HRA ratio of financing costs to HRA net revenue stream	39.0	38.0	37.1	36.2

Prudential Indicator	2019/20 Estimate	2020/21 Estimate	2021/22 Estimate	2022/23 Estimate
	%	%	%	%
Non HRA ratio of financing costs (net of investment income) to net revenue stream	7.9	8.4	6.3	7.0

Prudential Indicator	2018/19 Actual	2019/20 Estimate	2020/21 Estimate	2021/22 Estimate	2022/23 Estimate
<b>Net Borrowing &amp; Capital Financing Requirement:</b>	<b>£ m</b>	<b>£ m</b>	<b>£ m</b>	<b>£ m</b>	<b>£ m</b>
Non HRA Capital Financing Requirement	389	384	390	394	378
HRA Capital Financing Requirement	85	85	95	105	115
Commercial activities/non-financial investments Capital Financing Requirement	0	10	48	76	102
<b>Total CFR</b>	<b>474</b>	<b>479</b>	<b>533</b>	<b>575</b>	<b>595</b>
<b>Movement in CFR</b>	<b>-2</b>	<b>5</b>	<b>54</b>	<b>42</b>	<b>20</b>
<b>Movement in CFR represented by</b>					
Net financing need for the year (above)	41.4	9.3	37.5	29.4	28.1
Less MRP/VRP and other financing movements	-43.8	-4.2	16.2	12.1	-7.9
<b>Movement in CFR</b>	<b>-2.4</b>	<b>5.1</b>	<b>53.7</b>	<b>41.5</b>	<b>20.2</b>
Gross Borrowing (including HRA)	312	308	304	292	292
Investments	127	110	110	110	110
Net Borrowing	<b>185</b>	<b>198</b>	<b>194</b>	<b>182</b>	<b>182</b>

Prudential Indicator	2018/19 Actual	2019/20 Estimate	2020/21 Estimate	2021/22 Estimate	2022/23 Estimate
	£ m	£ m	£ m	£ m	£ m
Non HRA Capital expenditure	41.9	51.9	64.4	51.1	64.4
HRA Capital expenditure	5.5	8.4 5.5	22.3	18.7	18.7
Commercial activities/non-financial investments	3.7	3.9	32.4	20.0	20.0
<b>Total Capital expenditure</b>	<b>51.1</b>	<b>61.3</b>	<b>119.1</b>	<b>89.8</b>	<b>103.1</b>
<b>Financing of capital expenditure</b>					
Capital receipts	0.3	9.3	8.4	5.4	0.0
Capital grants	38.5	35.4	43.7	34.2	61.5
Other Contributions	2.6	3.6	14.0	13.6	5.0
Major Repairs Allowance	4.3	4.6	5.0	3.7	3.7
Revenue	0.6	3.0	4.2	2.0	2.0
<b>Net financing need for the year</b>	<b>4.8</b>	<b>5.4</b>	<b>43.8</b>	<b>30.9</b>	<b>30.9</b>
<b>Commercial activities/non-financial investments</b>	<b>2018/19 Actual</b>	<b>2019/20 Estimate</b>	<b>2020/21 Estimate</b>	<b>2021/22 Estimate</b>	<b>2022/23 Estimate</b>
	£ m	£ m	£ m	£ m	£ m
Capital expenditure	3.7	3.9	32.4	20.0	20.0
Financing Costs	0.0	0.0	0.0	0.0	0.0
<b>Net financing need for the year</b>	<b>3.7</b>	<b>3.9</b>	<b>32.4</b>	<b>20.0</b>	<b>20.0</b>
Percentage of total net financing need	100%	100%	100%	100%	100%

Prudential Indicator	2020/21	2021/22	2022/23
<b>External Debt</b>	<b>£ m</b>	<b>£ m</b>	<b>£ m</b>
<b>Authorised Limit for External Debt:</b>			
Borrowing	531	519	505
Other long term liabilities (PFI)	97	95	97
Commercial activities/ non-financial investments	37	29	28
<b>Total</b>	<b>665</b>	<b>643</b>	<b>630</b>

Prudential Indicator	2019/20	2020/21	2021/22	2022/23
	£ m	£ m	£ m	£ m
HRA Debt Limit*	N/A	N/A	N/A	N/A
HRA CFR	85	95	105	115
HRA Headroom	N/A	N/A	N/A	N/A

**\*Abolition of HRA debt cap.** In October 2018, Prime Minister Theresa May announced a policy change of abolition of the HRA debt cap. The Chancellor announced in the Budget that the applicable date was 29.10.18

Prudential Indicator	2020/21	2021/22	2022/23
<b>External Debt</b>	<b>£ m</b>	<b>£ m</b>	<b>£ m</b>
<b>Operational Boundary:</b>			
Borrowing	438	476	465
Other long term liabilities (PFI)	97	95	97
Commercial activities/ non-financial investments	37	29	28
<b>Total</b>	<b>572</b>	<b>600</b>	<b>590</b>

Prudential Indicator	2018/19 Actual	2019/20 Estimate
External Debt	£ m	£ m
Borrowing	312	308
Other long term liabilities (PFI)	103	101
<b>Total</b>	<b>415</b>	<b>409</b>

Prudential Indicator	2020/21	2021/22	2022/23
Borrowing Limits	£ m	£ m	£ m
Upper Limit for Fixed Interest Rate Exposure	531	519	505
Upper Limit for Variable Interest Rate Exposure	266	260	253
Lower Limit for Fixed Interest Rate Exposure	265	259	252
Lower Limit on Variable Interest Rate Exposure	0	0	0

Prudential Indicator	2020/21	2021/22	2022/23
Investment Limits	£ m	£ m	£ m
Upper Limit for Fixed Interest Rate Exposure	220	220	220
Upper Limit for Variable Interest Rate Exposure	220	220	220
Lower Limit for Fixed Interest Rate Exposure	0	0	0
Lower Limit on Variable Interest Rate Exposure	0	0	0

Prudential Indicator	Upper Limit	Lower Limit
<b>Maturity Structure of Fixed/Variable Rate Borrowing During 2020/21 **</b>	<b>%</b>	<b>%</b>
Under 12 months	15	0
12 months & within 24 months	15	0
24 months & within 5 years	45	0
5 years & within 10 years	75	0
10 years & within 20 years	100	0
20 years & within 30 years	100	0
30 years & within 40 years	100	0
40 years & within 50 years	100	0
50 years and above	100	0

**\*\* Internal limit is to have no more than 15% of total outstanding debt maturing in any one financial year.**

Prudential Indicator	2020/21	2021/22	2022/23
Investment Limits			
	£m	£m	£m
Upper Limit for Total Principal Sums Invested for over 365 days:			
Externally Managed (if appointed)	30	30	30
Internally Managed	50	50	50
Shrewsbury Shopping Centres	90	90	90

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