

REVISED PRUDENTIAL INDICATORS 2018/19Capital Expenditure

This indicator is a summary of the Authority's capital programme requirement.

	Original Estimate 2018/19 £000	Revised Estimate 2018/19 £000
Capital Expenditure		
- Property/Estates	1,695	2,130
- Vehicles	6,219	4,239
- Equipment	1,026	1,026
- Information Communication Technology	692	911
Total Capital Programme	9,632	8,306

Capital Financing Requirement

The capital financing requirement (CFR) measures the Authority's underlying need to borrow for capital purposes. It is simply the total historic capital expenditure, including financing that is implicit in Private Finance Initiative schemes and finance leases, which has not yet been paid for from either revenue or capital resources.

	Original Estimate 2018/19 £m	Revised Estimate 2018/19 £m
CFR at 1 April (start of year)	37.170	37.170
Planned Capital expenditure	9.632	8.306
Less:		
Write down of PFI and Finance leases	-0.742	-0.742
Revenue Financing	-0.431	-4.116
Grants/Receipts Applied	-0.250	-0.297
Statutory Charge to Revenue	-1.406	-1.406
CFR at 31 March (end of year)	43.974	38.915

Ratio of Financing Cost to the Net Revenue Stream

This indicator shows the net cost of financing the capital programme as a percentage of the funding receivable from the Government and council tax payers, expressed as a ratio. The net cost of financing includes interest and principal repayments, netted off by interest receivable in respect of any cash investments held.

	Original Estimate 2018/19	Revised Estimate 2018/19
Ratio of financing costs to net revenue stream	6.28%	6.19%

External Debt

The Authority needs to ensure that its long term gross debt does not exceed, except in the short term, the projected Capital Financing Requirement (CFR) for the forthcoming year and the following two financial years. This prevents the Authority from over borrowing in the long term and thereby taking on excessive levels of debt.

The current estimates for gross debt are shown in the table below:

	Original Estimate 2018/19 £m	Revised Estimate 2018/19 £m
Debt outstanding 1st April	10.758	10.758
New debt	13.000	7.000
Debt repayment	-0.782	-0.782
Debt outstanding	22.975	16.976
PFI/Lease Liabilities	13.349	13.349
PFI/Lease written down	-0.742	-0.742
PFI/Lease Liability outstanding	12.608	12.608
Gross Debt outstanding	35.584	29.584