

General Fund Prudential Indicator Calculations

The purpose of the prudential indicators is to demonstrate that the Council's financial plans meet the statutory requirement to be affordable, prudent and sustainable.

General Fund Capital Expenditure

The prudential indicator for capital expenditure should be based upon a capital programme that takes into account the Council's asset management and capital investment strategies.

Director	2021/22 Actual £'000	2022/23 Estimate £'000	2023/24 Estimate £'000	2024/25 Estimate £'000	2025/26 Estimate £'000
Chief Executive & Growth Director	233	888	648	104	104
Transformation	8,880	-	-	-	-
Net Zero Exeter and City Management	3,604	7,569	14,245	1,943	1,150
City Development, Housing & Supporting People	2,170	2,681	-	-	-
Communications, Culture and Leisure Facilities	1,729	4,868	2,227	100.00	100
Finance	428	63,046	20,431	1,013	983
Total General Fund Capital Expenditure	17,044	79,052	37,551	3,160	2,337

General Fund Financing costs

The figures for the actual financing costs will be taken from the Council's financial statements using the definition of financing costs specified in the Prudential Code. Estimates for the current and future years should be calculated in a manner consistent with this definition.

Description	2021/22 Actual £'000	2022/23 Estimate £'000	2023/24 Estimate £'000	2024/25 Estimate £'000	2025/26 Estimate £'000
Interest payable with respect to short term borrowing	289	551	600	600	600
Interest payable under 'irredeemable' long term liabilities	1,273	1,983	2,592	2,847	3,063
Interest and investment income	(577)	(1,441)	(1,872)	(1,866)	(1,858)
Replacement for Minimum Revenue Provision (England and Wales)	957	2,438	2,495	2,538	2,583
Voluntary contribution to financing costs in respect of short-life assets	(664)	(1,480)	(800)	(800)	(756)
Total General Fund Financing Costs	1,278	2,051	3,015	3,319	3,632

General Fund Estimates of the ratio of financing costs to net revenue stream

The net revenue stream is the estimate of the amounts to be met from government grants and local taxpayers. An important theme of the Code is transparency. For this reason the authority's calculation of the net revenue stream should be consistent with the figure that can be identified in the Income and Expenditure Account for 'Net Operating Expenditure'.

Description	2021/22 Actual £'000	2022/23 Estimate £'000	2023/24 Estimate £'000	2024/25 Estimate £'000	2025/26 Estimate £'000
Financing costs	1,278	2,051	3,015	3,319	3,632
Net revenue stream	14,394	14,675	15,914	15,826	16,077
Ratio of financing costs to net revenue stream %	8.9%	14.0%	18.9%	21.0%	22.6%

General Fund Capital Financing Requirement

The Capital Financing Requirement will reflect the Council's underlying need to finance capital expenditure.

Actual General Fund Capital Financing Requirement at 31 March 2022

	£'000
Property, Plant and Equipment	176,939
Investment Properties	56,034
Heritage Assets	22,743
Intangible Assets / Other Long term Assets	13,774
Revaluation Reserve	(93,887)
Capital Adjustment Account	(70,092)
General Fund Capital Financing Requirement 31 March 2022	105,511

Estimated General Fund Capital Financing Requirement at 31 March 2023

Estimate of General Fund Capital Financing Requirement 31 March 2022	105,511
Estimate of change in Property, Plant and Equipment	24,052
Estimate of change in Investment Properties	55,000
Estimate of change in Intangible Assets / Other Long term Assets	0
Estimate of change in Revaluation Reserve	0
Estimate of change in Capital Adjustment Account	(11,157)
Estimate of General Fund Capital Financing Requirement 31 March 2023	173,406

Estimated General Fund Capital Financing Requirement at 31 March 2024

Estimate of General Fund Capital Financing Requirement 31 March 2023	173,406
Estimate of change in Property, Plant and Equipment	27,551
Estimate of change in Investment Properties	0
Estimate of change in Intangible Assets / Other Long term Assets	10,000
Estimate of change in Revaluation Reserve	0
Estimate of change in Capital Adjustment Account	(34,724)
Estimate of General Fund Capital Financing Requirement 31 March 2024	176,233

Estimated General Fund Capital Financing Requirement at 31 March 2025

Estimate of General Fund Capital Financing Requirement 31 March 2024	176,233
Estimate of change in Property, Plant and Equipment	3,160
Estimate of change in Investment Properties	0
Estimate of change in Intangible Assets / Other Long term Assets	0
Estimate of change in Revaluation Reserve	0
Estimate of change in Capital Adjustment Account	(1,053)
Estimate of General Fund Capital Financing Requirement 31 March 2025	178,340

Estimated General Fund Capital Financing Requirement at 31 March 2026

Estimate of General Fund Capital Financing Requirement 31 March 2025	178,340
Estimate of change in Property, Plant and Equipment	2,337
Estimate of change in Investment Properties	0
Estimate of change in Intangible Assets / Other Long term Assets	0
Estimate of change in Revaluation Reserve	0
Estimate of change in Capital Adjustment Account	(5,287)
Estimate of General Fund Capital Financing Requirement 31 March 2026	175,390