

## **SETTING OF PRUDENTIAL INDICATORS FOR 2025/26 BUDGET PROCESS - REPORT 67/25**

The amendments to the capital and revenue budgets proposed as part of this report require the recalculation of three of the Prudential Indicators detailed in Report 66/25. The indicators (and in particular, the financial years) requiring to be revised (shown in bold below for ease of reference) are detailed in the following tables:

- Table 1 - Actual / Estimated Capital Expenditure – 2025/26, 2026/27, 2027/28 and 2028/29
- Table 2 – Actual / Estimated Capital Financing Requirement – 2025/26, 2026/27, 2027/28 and 2028/29
- Table 5 – Actual / Estimated Finance Costs to Net Revenue Stream – 2026/27, 2027/28 and 2028/29.

**Table 1 - Prudential Indicators for Estimated / Actual Capital Expenditure – Revised (General Fund)**

	Actual 2023/24 £m	Estimate 2024/25 £m	<b>Estimate 2025/26 £m</b>	Estimate 2026/27 £m	Estimate 2027/28 £m	Estimate 2028/29 £m
Revised net expenditure	n/a	40.439	<b>51.496</b>	<b>27.921</b>	<b>15.516</b>	<b>11.359</b>
Add: contingency	n/a	0.000	<b>1.323</b>	<b>1.323</b>	<b>1.323</b>	<b>1.323</b>
Remove: oversubscription	n/a	0.000	<b>(3.364)</b>	<b>(3.364)</b>	<b>(3.364)</b>	<b>(3.363)</b>
Add: revised receipts / contributions netted off within Financial Plan	n/a	22.199	<b>10.923</b>	<b>4.019</b>	<b>0.660</b>	<b>0.000</b>
Revised gross capital expenditure	34.226	62.638	<b>60.378</b>	<b>29.899</b>	<b>14.135</b>	<b>9.319</b>
Gross capital expenditure per Report 66/25	34.226	62.638	53.478	21.399	9.935	7.319

**Table 2 - Prudential Indicators for Estimated / Actual Capital Financing Requirement – Revised (General Fund)**

	Actual as at 31/03/24 £m	Estimate as at 31/03/25 £m	<b>Estimate as at 31/03/26 £m</b>	<b>Estimate as at 31/03/27 £m</b>	<b>Estimate as at 31/03/28 £m</b>	<b>Estimate as at 31/03/29 £m</b>
Revised capital financing requirement	280.753	303.073	<b>331.709</b>	<b>336.812</b>	<b>332.414</b>	<b>324.307</b>
Capital financing requirement per Report 66/25	280.753	303.073	325.709	322.862	314.582	304.632

**Table 3 - Prudential Indicators for Estimated / Actual Ratio of Capital Financing Costs to Net Revenue Stream (General Fund)**

	Actual 2023/24	Estimate 2024/25	<b>Estimate 2025/26</b>	<b>Estimate 2026/27</b>	<b>Estimate 2027/28</b>	<b>Estimate 2028/29</b>
Revised ratio of capital financing costs to net revenue stream	9.4%	8.5%	7.9%	<b>8.9%</b>	<b>8.3%</b>	<b>8.6%</b>
Ratio of capital financing costs to net revenue stream per Report 66/25	9.4%	8.5%	7.9%	8.8%	8.1%	8.3%