

Dear Residents

**A Special meeting of WALTON COMMUNITY COUNCIL
is to be held on MONDAY 16 APRIL 2018 at 7.30pm in Room 4, MK Snap, Bourton
Low, Walnut Tree, MK7 7DE**

All are welcome to attend

L SUNG

Lesley Sung

Council Manager

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WELCOME AND PUBLIC FORUM

A maximum of 25 minutes will be provided for members of the public to speak and to receive any reports from Ward Councillors present at the meeting.

AGENDA

1. APOLOGIES FOR ABSENCE

2. DECLARATIONS OF INTEREST

Councillors to declare any personal interest they may have in respect of any items on the agenda.

3. BROWNS WOOD PAVILION – BORROWING APPROVAL

To agree the type of loan application to be made to fund the proposed pavilion build at Browns Wood Sports Ground Pavilion.

Approval to apply to the DCLG for borrowing approval was agreed at the Full Council meeting held in March 2018. The DCLG, in response to the application, asked for further information, including the loan type. At this stage, the decision about the loan type had not been decided and at a previous meeting, it had been agreed to use a company to carry out a financial analysis on the most advantageous loan type, based on the intention to sell Bergamot Gardens within 10 years.

Obtaining such information has proved difficult and it was agreed at the Regulatory Committee to obtain advice on the loan type only. The DCLG has set a deadline of 18 April for WCC to submit additional information and at the last meeting of Full Council, it was decided that the loan type should now be considered fully by the Council's Responsible Finance Officer and discussed at this special meeting of Full Council.

The Council is requested to consider the financial information before it and decide the loan type to be used, if it is later agreed that the pavilion build will go ahead.

At this stage, the Full Council is being requested to decide on the following two loan types, both of which will be on a fixed interest rate, to be set on the day the loan is drawn down:

- Annuity – Half yearly payments where each payment was of a constant amount, inclusive of principal and interest
- Equal Instalment of Principal (EIP) – half yearly payments where each payment consists of a constant instalment of principal plus a diminishing amount of interest, calculated on the balance of principal outstanding.

Supporting documents -

[EIP vs Annuity comparison](#)

[EIP vs Annuity graph](#)

[Repayment schedule - Annuity Loan at 2.81%](#)

[Repayment schedule – EIP Loan at 2.81%](#)

[Historical inflation rates](#)