

**COUNCILLORS LTCCP BRIEFING**

for 16 February 2006

|  | Year 1<br>2006/07 | Year 2<br>2007/08 | Year 3<br>2008/09 | Year 4<br>2009/10 | Year 5<br>2010/11 | Year 6<br>2011/12 | Year 7<br>2012/13 | Year 8<br>2013/14 | Year 9<br>2014/15 | Year 10<br>2015/16 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
| <b>Change in Loan Repayment from 20 years</b>    |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| Existing Planned Borrowing                       | -44,074,113       | -94,235,296       | -47,913,008       | -14,329,695       | -17,556,471       | -10,762,358       | -22,291,946       | -11,499,246       | -750,000          | -590,586           |
| Loan Repayment provision (20yrs) - current debt  | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000          |
| Loan Repayment provision (20yrs) - modelled debt | 0                 | 1,322,223         | 4,149,282         | 5,586,673         | 6,016,563         | 6,543,257         | 6,866,128         | 7,534,887         | 7,879,864         | 7,902,364          |
| Total existing Loan Repayment provision          | 3,505,000         | 4,827,223         | 7,654,282         | 9,091,673         | 9,521,563         | 10,048,257        | 10,371,128        | 11,039,887        | 11,384,864        | 11,407,364         |
| Planned Net Term Debt (cumulative)               | -107,245,174      | -194,191,131      | -231,565,303      | -233,202,510      | -236,786,273      | -232,048,944      | -234,426,020      | -224,166,707      | -202,163,893      | -180,617,222       |
| <b>Change Loan Repayment from 20 to 30 years</b> |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| New Loan Repayment provision 1.41%               | 1,647,350         | 2,268,795         | 3,597,513         | 4,273,086         | 4,475,135         | 4,722,681         | 4,874,430         | 5,188,747         | 5,350,886         | 5,361,461          |
| Interest Revenue loss 6.7%                       | 0                 | 124,463           | 304,216           | 596,402           | 959,207           | 1,361,584         | 1,809,624         | 2,299,147         | 2,845,217         | 3,440,123          |
| <b>Rating Impact</b>                             |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| Interest Revenue 6.7%                            | No effect         | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                  |
| Loan Repayment Provision 1.41%                   |                   | -1,857,650        | -2,558,428        | -4,056,769        | -4,818,587        | -5,046,428        | -5,325,576        | -5,496,698        | -5,851,140        | -6,033,978         |
| Rates required                                   |                   | -1,857,650        | -2,558,428        | -4,056,769        | -4,818,587        | -5,046,428        | -5,325,576        | -5,496,698        | -5,851,140        | -6,033,978         |
| Percentage Rate Decrease                         |                   | -1.05%            | -0.39%            | -0.82%            | -0.41%            | -0.12%            | -0.15%            | -0.09%            | -0.18%            | -0.09%             |
| Cumulative Rate Decrease                         |                   | -1.05%            | -1.44%            | -2.26%            | -2.66%            | -2.78%            | -2.93%            | -3.02%            | -3.20%            | -3.29%             |
| Change in Net Debt (cumulative)                  | Cr = Higher       | -1,857,650        | -4,540,541        | -8,901,526        | -14,316,515       | -20,322,150       | -27,009,311       | -34,315,632       | -42,465,920       | -51,345,114        |

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for 16 February 2006

|  | Year 1<br>2006/07 | Year 2<br>2007/08 | Year 3<br>2008/09 | Year 4<br>2009/10 | Year 5<br>2010/11 | Year 6<br>2011/12 | Year 7<br>2012/13 | Year 8<br>2013/14 | Year 9<br>2014/15 | Year 10<br>2015/16 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
| <b>Change in Loan Repayment from 20 years</b>    |                   |                   |                   |                   |                   |                   |                   |                   |                   |                    |
| Existing Planned Borrowing                       | -44,074,113       | -94,235,296       | -47,913,008       | -14,329,695       | -17,556,471       | -10,762,358       | -22,291,946       | -11,499,246       | -750,000          | -590,586           |
| Loan Repayment provision (20yrs) - current debt  | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000         | 3,505,000          |
| Loan Repayment provision (20yrs) - modelled debt | 0                 | 1,322,223         | 4,149,282         | 5,586,673         | 6,016,563         | 6,543,257         | 6,866,128         | 7,534,887         | 7,879,864         | 7,902,364          |
| Total existing Loan Repayment provision          | 3,505,000         | 4,827,223         | 7,654,282         | 9,091,673         | 9,521,563         | 10,048,257        | 10,371,128        | 11,039,887        | 11,384,864        | 11,407,364         |
| Planned Net Term Debt (cumulative)               | -107,245,174      | -194,191,131      | -231,565,303      | -233,202,510      | -236,786,273      | -232,048,944      | -234,426,020      | -224,166,707      | -202,163,893      | -180,617,222       |

**Change Loan Repayment from 20 to 40 years**

|                                    |         |           |           |           |           |           |           |           |           |           |
|------------------------------------|---------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| New Loan Repayment provision 0.75% | 876,250 | 1,206,806 | 1,913,571 | 2,272,918 | 2,380,391 | 2,512,064 | 2,592,782 | 2,759,972 | 2,846,216 | 2,851,841 |
| Interest Revenue loss 6.7%         | 0       | 176,126   | 430,495   | 843,965   | 1,357,368 | 1,926,770 | 2,560,788 | 3,253,510 | 4,026,250 | 4,868,098 |

**Rating Impact**

|                                |           |            |            |            |            |            |            |            |            |            |            |
|--------------------------------|-----------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Interest Revenue 6.7%          | No effect | 0          | 0          | 0          | 0          | 0          | 0          | 0          | 0          | 0          |            |
| Loan Repayment Provision 0.75% |           | -2,628,750 | -3,620,417 | -5,740,712 | -6,818,755 | -7,141,172 | -7,536,193 | -7,778,346 | -8,279,915 | -8,538,648 | -8,555,523 |

|                |            |            |            |            |            |            |            |            |            |            |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Rates required | -2,628,750 | -3,620,417 | -5,740,712 | -6,818,755 | -7,141,172 | -7,536,193 | -7,778,346 | -8,279,915 | -8,538,648 | -8,555,523 |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|

|                          |        |        |        |        |        |        |        |        |        |        |
|--------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Percentage Rate Decrease | -1.48% | -0.55% | -1.16% | -0.58% | -0.17% | -0.21% | -0.12% | -0.25% | -0.13% | -0.01% |
| Cumulative Rate Decrease | -1.48% | -2.03% | -3.19% | -3.77% | -3.94% | -4.15% | -4.27% | -4.52% | -4.65% | -4.66% |

|  |                    |                   |                   |                    |                    |                    |                    |                    |                    |                    |                    |
|--|--------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Change in Net Debt (cumulative)</b> | <b>Cr = Higher</b> | <b>-2,628,750</b> | <b>-6,425,294</b> | <b>-12,596,500</b> | <b>-20,259,220</b> | <b>-28,757,760</b> | <b>-38,220,723</b> | <b>-48,559,857</b> | <b>-60,093,283</b> | <b>-72,658,181</b> | <b>-86,081,802</b> |
|--|--------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|

**Change Loan Repayment from 20 to 50 years**

|                                    |         |         |           |           |           |           |           |           |           |           |
|------------------------------------|---------|---------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| New Loan Repayment provision 0.41% | 479,017 | 659,720 | 1,046,085 | 1,242,529 | 1,301,280 | 1,373,262 | 1,417,387 | 1,508,785 | 1,555,931 | 1,559,006 |
| Interest Revenue loss 6.7%         | 0       | 202,741 | 495,547   | 971,498   | 1,562,481 | 2,217,926 | 2,947,752 | 3,745,152 | 4,634,661 | 5,603,722 |

**Rating Impact**

|                                |           |            |            |            |            |            |            |            |            |            |            |
|--------------------------------|-----------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Interest Revenue 6.7%          | No effect | 0          | 0          | 0          | 0          | 0          | 0          | 0          | 0          | 0          |            |
| Loan Repayment Provision 0.75% |           | -3,025,983 | -4,167,503 | -6,608,197 | -7,849,144 | -8,220,283 | -8,674,995 | -8,953,741 | -9,531,102 | -9,828,933 | -9,848,358 |

|                |            |            |            |            |            |            |            |            |            |            |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Rates required | -3,025,983 | -4,167,503 | -6,608,197 | -7,849,144 | -8,220,283 | -8,674,995 | -8,953,741 | -9,531,102 | -9,828,933 | -9,848,358 |
|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|

|                          |        |        |        |        |        |        |        |        |        |        |
|--------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Percentage Rate Decrease | -1.71% | -0.63% | -1.33% | -0.67% | -0.20% | -0.24% | -0.14% | -0.29% | -0.15% | -0.01% |
| Cumulative Rate Decrease | -1.71% | -2.34% | -3.67% | -4.34% | -4.54% | -4.77% | -4.92% | -5.21% | -5.35% | -5.36% |

|  |                    |                   |                   |                    |                    |                    |                    |                    |                    |                    |                    |
|--|--------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Change in Net Debt (cumulative)</b> | <b>Cr = Higher</b> | <b>-3,025,983</b> | <b>-7,396,227</b> | <b>-14,499,971</b> | <b>-23,320,613</b> | <b>-33,103,377</b> | <b>-43,996,298</b> | <b>-55,897,791</b> | <b>-69,174,045</b> | <b>-83,637,639</b> | <b>-99,089,718</b> |
|--|--------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|