

# Calculation of Borrowing for a Community Shop and Toilet Block In the Village of Brent Knoll

The Parish Council has now carried out two consultations the last one in **November 2022**. The attendance was over 100 which is high for a consultation of its kind. The Village was asked about the Parish Council's proposals to build a Community shop and toilet block on the site of the existing toilet facility ( which would be demolished) The response was **96%** in favour and **4%** opposed or abstained.

In order for this to happen the Council would need to borrow in the sum of £160,000 over a 25 year period at a fixed interest rate. The cost of this loan including both interest and Capital at current year's figures would be of the order of **£11,261.58**. This figure would be fixed for the duration of the loan period (unheard of in the Commercial markets) the precept effect which is that sum attributable to the local Council tax Payer is as follows

<u>Precept addition to normal expenditure =</u>	<b>£11,261.58</b>
<u>The effect on a band D Property =</u>	<b>£19.41 per Annum</b>
	<b>£0.37p per week</b>
	<b>£1.61 per Month</b>

There may some very slight changes over the 25 years due to tax base changes but that is the forecast in the immediate future and it will never be significantly higher than a few pence over time.

If this is levelled over the full 25 year period it would be a total of **£485.25** across the whole 25 years which the Council decided was a fantastic value for a facility that was supported so overwhelmingly at the 2022 consultation.

The Council therefore voted in favour of this project by a resolution and therefore the project is now subject to a tender for contractors.

There have been recent suggestions that an increase is proposed on these figures agreed which is not at all what is planned and the figures above demonstrate that we have maintained the same figures as proposed in November 2022

**Owen J Cullwick**