

HARBOUR BALANCES AND LOANS FORECAST 2018/19

APPENDIX B

As at 11th January 2019

Pontoons Reserve

	£
Balance as at 1st April 2018	161,666
ADD	
Contribution 2018/2019	50,000
Interest 0.6%	1,000
	<u>212,666</u>

Less anticipated expenditure

-

Projected Balance as at 31st March 2019 212,666

N.B. £114,000 is committed to repay the Batson Pontoons loan in 2019/20.

Renewals Reserve

	£
Balance as at 1st April 2018	111,518
ADD	
Contribution 2018/2019	40,000
Interest 0.6%	700
	<u>152,218</u>

Less anticipated expenditure

40HP Honda engine	(4,500)
20HP Honda engine	(2,066)
Rib engine*	(7,000)
Leading lights - Scoble Point	(3,500)

**£23,000 was approved for the Rib and engine as part of the 2018/19 Budget, however only the engine is being replaced this year.*

Projected Balance as at 31st March 2019 135,152

Estimated Total Reserves Balances as at 31 March 2019 £491,154

General (Revenue Account) Reserve

	£
Balance as at 1st April 2018	143,236
ADD	
Estimated surplus as at 11/01/19	100
	<u>143,336</u>

Less anticipated expenditure

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Projected Balance as at 31st March 2019 143,336

A summary of loans outstanding with SHDC

	Batson Pontoons	Pontoons Project
Start date	1.4.09	1.10.18
Repayment period	25 years	25 years
Maturity date	31.3.34	30.9.43
Original advance	£190,000	£230,000
Interest rate - Note 2	4.75%	2.73%
Annual repayment		
Interest	£5,500	£3,600
Principal	£7,600	£9,200
Total	<u>£13,100</u>	<u>£12,800</u>
Total repayment due - Note 1	£327,500	£320,000
Total outstanding 31.3.2019 - Note 1	£114,000	£313,600
Total outstanding 31.3.2020	-	£300,800

Notes

- Batson Pontoons** - this loan will be repaid early in 2019/20, reducing the total repayment due from £327,500 to £245,000, saving £82,500 in interest payments. The amount outstanding at 31.3.19 of £114,000 excludes interest, due to the early repayment.
- Pontoons Project** - this project started in October 2018. Therefore only half of the above annual repayment is due in 2018/19. N.B. The interest rate was estimated in the September 2018 budget report at 2.59%. However, the PWLB loan rates had increased slightly to 2.73% when the loan was actually taken out in October 2018. This increases the annual interest payment from £3,400 to £3,600.