

TRAM CONTRIBUTION PROFILES - UPDATED 12TH MAY 2006

Calculation of Share of Costs based on Pro-rata share of annual expenditure (Note: Agreed contribution of £1m 05/06 and £0m in 06/07)

	Total £m	2004/2005	2005/2006 £m	2006/2007 £m	2007/2008 £m	2008/2009 £m	2009/2010 £m	2010/2011 £m	2011/2012 £m	2012/2013 £m
Total Capital Expenditure on Tram Project	504.600	3.100	11.800	74.200	132.900	123.000	143.000	16.300	0.300	-
CEC Share (pro-rata)	45.000	0.276	1.052	6.617	11.852	10.969	12.753	1.481	-	-
SE Share (pro-rata)	459.600	2.824	10.748	67.583	121.048	112.031	130.247	14.819	0.300	-
	504.600	3.100	11.800	74.200	132.900	123.000	143.000	16.300	0.300	-
Proposed Contribution Profile										
CEC	45.000	-	1.000	-	18.797	10.969	12.753	1.481	-	-
SE	459.600	3.100	10.800	74.200	114.103	112.031	130.247	14.819	0.300	-
	504.600	3.100	11.800	74.200	132.900	123.000	143.000	16.300	0.300	-

Detailed Breakdown of CEC Contribution

	Total £m	2004/2005	2005/2006 £m	2006/2007 £m	2007/2008 £m	2008/2009 £m	2009/2010 £m	2010/2011 £m	2011/2012 £m	2012/2013 £m
1 Council Cash Contribution	2.500		1.000				1.500			
2 Council Land Contribution	6.500				6.500					
3 Imminent S75 Planning Agreements	7.900				7.900					
4 Current S75 agreements	3.200				3.200					
5 Future S75 agreements	7.000				1.197	0.303	1.500	2.000	2.000	
6 Development Gains - Council Sites	5.000								2.500	2.500
7 Anticipated Capital Receipts	12.900				-	3.000	2.000	3.000	2.000	2.900
8 Borrowing Requirement	-				-	7.666	7.753	-	3.519	-
									6.500	5.400
Total	45.000		1.000	-	18.797	3.303	5.000	5.000	6.500	5.400
9 Interest on cumulative borrowing requirement @ 5.6%	2.262	-	-	-	-	0.429	0.863	0.666	0.302	-

Notes

- 1 Capital Investment Programme for 2006/2009 does not include a tram contribution. This may be brought forward, if Andrew Holmes reprofiles.
- 2 Assume all land is available (and contributed for when utility diversions commence)
- 3 Assume will be available in time for relevant diversions/construction timetable - precise timings not known
- 4, 5 Assumption here is that there is a delay between agreement of contribution and the actual payment. This is due to the fact that of the £3.2 pledged to date, only £355k has been received by CEC.
- 6 Assume Development Sites don't produce profit till after tram operations
- 7 No Tram Capital Receipts in current Capital Receipts Programme. Assume at least some of the receipts (Tram Depot, etc) not available until after commencement of operations
- 8 Need confirmation from SE on what they expect for phasing
- 9 Interest Rate quoted is the Council's current prudential borrowing rate. This is subject to change.