



Kilkenny County Council

Capital Loan Application

Introduction

- Next 3 Year Capital Programme being prepared.
- 2017
 - Completion of a number of key strategic Capital Projects.
 - Substantial portion of the cost of these projects has already been funded from Council own resources.
 - Loan finance required to fund the balance of the expenditure.
 - Match investment with appropriate source of finance.
 - Long term Investments require long term source of finance.

Watershed

- Facility opened in 2008.
- Final Account settled in late 2015 following the settlement of the legal case.
- Resulted in a final payment of €2.2m
- Track upgraded in 2016 at a cost of €500k.
 - €200k required from KCC.
- Total Funding requirement for Watershed €2.4m

Abbey Quarter Development

- KCC expect to take possession of the site in October 2016.
- Payment to Diageo for site cost on transfer.
- Deposit paid on signing the contract in 2014
- Total loan finance of €2.4m - Site Purchase, VAT, Additional Works.
- Funding of €0.6m required for Development Costs incurred to date since 2013 including:
 - Masterplan Development.
 - Strategic Environmental Assessment.
 - Public Consultation.
 - Design for Park, Mayfair, Brewery.
 - Development of Archaeological Strategy and Assessments.

Total loan finance of €3.0m .

Medieval Mile Museum

- Expected completion by the end of 2016.
- Total Project Cost €6.0m.
- Failte Ireland Grant €3.9m.
- Grant from Civic Trust €0.4m.
- Loan Finance of €1.7m required.

Central Access Scheme

- Projected Cost of €16.7m as previously advised to Members.
 - Arbitration proceedings regarding land acquisition adjacent to Wolfe Tone Street have still to be completed.
- Loan finance required of €3m.
- Funding of additional costs incurred of €2.8m.
 - €0.8m already funded
 - Option to Include €2m in the loan application.
 - Annual saving of €170k, Ease the pressure on the Budget process.

Neighbourhoods Development

- Infrastructure development to open up new housing and development of new schools.
- Application being made under the Local Infrastructure Housing Activation Fund (LIHAF).
 - Funding coming on stream in 2017.
 - Requirement in 2016 of €1m.
- Significant level of funding will be required in the next capital programme.

Miscellaneous

- Miscellaneous Projects €300k
 - €150k incurred to date.
 - Estimate for remainder of 2016.

Summary

		€'M
1	Watershed Leisure Complex - Final Account Settlement and Track Replacement.	2.50
2	Abbey Quarter	3.00
3	Medeval Mile Museum	1.70
4	Central Access Scheme	3.00
5	Additional Costs on Central Access Scheme	2.00
6	Neighbourhoods Development	1.00
7	Miscellaneous Projects	0.30
	Total Loan Finance required.	13.50

Loan Application Process

- Council approval required.
- Approval from DHPCLG.
 - Require Council approval.
 - Will only give Annual Approval for expenditure incurred by end of current financial year.
- Make application to various banking institutions
 - Seek best deal for KCC

Servicing of the Loan

- Existing term loans to be paid off by the end of 2016.
- Total loan required €13.5m.
 - Annual servicing cost €800k.
 - Depending on agreed terms.
- Annual Servicing Cost funded from:
 - Revenue funding no longer required on expiry of existing term loans €500k.
 - Funding no longer required for commitments on completed Capital Projects €300k.
- No net impact on Income & Expenditure Account for 2017.