

STOCKPORT COUNCIL

REPORT TO CABINET- SUMMARY SHEET

Subject: Fleet Management Loan Facility

Report to Cabinet

Date: 25 June 2024

Report of: (a) Cabinet Member for Finance & Resources

Key Decision: (b) Y

Forward Plan General Exception Special Urgency (Mark with a Y if applicable)

Summary:

The purpose of this report is to recommend a new loan facility for fleet at Totally Local Company Ltd (TLC). It will enable the Environmental Services Strategy (currently being devised) which seeks to work towards decarbonising the fleet.

The size of the facility being recommended is £15m based on current market values for diesel vehicles as the green equivalent vehicle prices and related infrastructure are not yet known. The length of the facility requested is 6 years which matches the length of time to replace the fleet/length of life of the vehicles . The interest rate to be charged by the Council for any draw down will match the prevailing PWLB rate plus 0.25%. The loan draw-down will be over six years and be fully drawn down by the end of March 2030.

Comments/Views of the Cabinet Member: (c)

That the recommendations be approved.

Recommendation(s) of Cabinet Member: (d)

The Cabinet is recommended to:

Approve the provision of a loan facility to TLC to implement the Environmental Services Strategy with the terms of individual tranches, together with a financial appraisal, delegated to the Assistant Director, Finance/Deputy S151 Officer in consultation with the Cabinet Member for Finance & Resources.

Delegate extensions to the value of the facility to the Assistant Director, Finance/Deputy S151 Officer in consultation with the Cabinet Member for Finance & Resources.

Relevant Scrutiny Committee (if decision called in): (e)

Corporate, Resource Management & Governance Scrutiny Committee

Background Papers (if report for publication): (f)

Contact person for accessing background papers and discussing the report

Officer: Jonathan Davies
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'Urgent Business': (g)

No
