CYFARFOD Y BWRDD GWEITHREDOL
3 CHWEFROR 2020

CWM Environmental Ltd
Gofyniad Cyllid Benthyciadau

Diben yr adroddiad hwn yw sicrhau cyfleuster cyllido priodol i CWM Environmental Ltd at ddibenion ariannu symud swyddfa'r Cwmni i Nant-y-caws, talu unrhyw daliadau diwedd prydles a allai fod yn daladwy yn sgil gadael y swyddfa bresennol yng Nghillefwr ynghyd â chaffael tir ychwanegol ger safle Nant-y-caws.

Yr argymhellion / penderfyniadau allweddol sydd eu hangen:

Cytuno ar gyfleuster cyllido fel a ganlyn:

1. Cyfanswm y cyfleuster benthyciad - £800k
2. Hyd y trefniant – 10 mlynedd ar gyfer caffael y tir, 5 mlynedd ar gyfer costau cysylltiedig â'r adeiladau.
3. Llog o 1% yn uwch na'r gyfradd a bennwyd gan y Bwrdd Benthyciadau Gwaith Cyhoeddus am 10 mlynedd a 5 mlynedd yn y drefn honno gan adlewyrchu'r diogelwch a fydd ar gael i'r Cyngor.
4. Cyfleuster cyllido i'w weithredu fel trefniant tynnu i lawr - arian i'w ddefnyddio pan fo angen yn unig.
5. Mae cymeradwyo rhyddhau cyllid i'w ddirprwyo i Gyfarwyddwr y Gwasanaethau Corfforaethol ar y cyd â'r Aelod o'r Bwrdd Gweithredol dros Adnoddau, a bydd y cyfleuster i'w weinyddu fel a ganlyn:
   a) Rhyddhau cyllid dim ond:
      i) Ar ôl iddo gael ei gymeradwyo gan Fwrdd y Cwmni a chan grŵp Cyfranddalwyr CWM Environmental Ltd.
      ii) Pan fydd Cyfarwyddwr y Gwasanaethau Corfforaethol yn fodlon y darperir ar gyfer ad-daliadau'r benthyciad yng Nghynllun Busnes y Cwmni a'u bod yn fforddiadwy.
   b) Bydd yr elfennau terfynol ynghylch y cytundeb benthyciad manwl yn cael eu dirprwyo i Gyfarwyddwr y Gwasanaethau Corfforaethol.

Rhesymau

Cytuno ar y cyfleuster cyllido er mwyn galluogi'r cwmni i fynd ati i symud.

Angen ymgynghori â'r Pwyllgor Craffu perthnasol Nac Oes

Angen i'r Bwrdd Gweithredol wneud penderfyniad OES

Angen i'r Cyngor wneud penderfyniad OES

YR AELOD O'R BWRDD GWEITHREDOL SY'N GYFRIFOL AM Y PORTFFOLIO:- Y Cynghorydd David Jenkins, yr Aelod o'r Bwrdd Gweithredol dros Adnoddau, y Cynghorydd Hazel Evans, yr Aelod o'r Bwrdd Gweithredol dros yr Amgylchedd		
Cyfarwyddiaeth: Y Gwasanaethau Corfforaethol Enw'r Cyfarwyddwr: Chris Moore	Swyddi: Cyfarwyddwr y Gwasanaethau Corfforaethol	Rhif Ffôn: 01267 224121 Cyfeiriadau E-bost: CMoore@sirgar.gov.uk

EXECUTIVE SUMMARY
EXECUTIVE BOARD
3RD FEBRUARY 2020

CWM ENVIRONMENTAL LTD – LOAN FUNDING REQUIREMENT

CWM Environmental Ltd which is a wholly owned subsidiary of the authority has requested a loan facility to enable it facilitate the following:

1. In May 2020 the 15 year lease for the former MRF Unit, and the current office accommodation, occupied by CWM Environmental Ltd (CWM) at Alltycnap Road, Johnstown expires and in preparation for this accommodation needs to be provided for some 12 office based staff at the Nantycaws site.
   A number of options have been explored by the CWM Board, including the modification and extension of the existing weighbridge offices, with the preferred economically viable option being the installation of refurbished modular buildings at Nantycaws.

2. In addition to the cost of developing the accommodation at Nantycaws, further costs are likely to be incurred in surrendering the current lease.

3. An opportunity has now arisen to acquire the freehold of an additional 58 acres of land that immediately adjoins its site at Nantycaws, which secures the land for the future development of the company.

Funding specifics:

- Total loan facility £800k
- Duration of arrangement – 10 years for the land acquisition, 5 years for the buildings related costs.
- Interest at 1% above the rate set by the PWLB for 10 and 5 years respectively reflecting the security that will be available to the Council.
- Funding facility to be operated on a draw-down arrangement – funds only drawn when required.
- Approval for the management of the loan arrangement and the release of funding is to be delegated to the Director of Corporate Services in conjunction with the Executive Board member for Resources, with the facility to be administered as follows:

  a) Release of funding only when
     i) approved by the Company Board and endorsed by the CWM Environmental Ltd Shareholder group.

     ii) Director of Corporate Services satisfied that the loan repayments are provided for within the Company's Business Plan and are affordable.

b) The conclusion of the detailed loan agreement to be delegated to the Director of Corporate Services.	
DETAILED REPORT ATTACHED ?	**NO**

IMPLICATIONS

I confirm that other than those implications which have been agreed with the appropriate Directors / Heads of Service and are referred to in detail below, there are no other implications associated with this report :

Signed: Chris Moore **Director of Corporate Services**

Policy, Crime & Disorder and Equalities	Legal	Finance	ICT	Risk Management Issues	Staffing Implications	Physical Assets
NO	**YES**	**YES**	**NO**	**NO**	**NO**	**NO**

2. Legal

CWM Environmental Ltd is a wholly owned subsidiary of CCC established under the requirements of the 1990 EPA act.

s. 68(6)(f) Local Government and Housing Act 1989 enables the authority to lend money for the purpose of enabling the company to acquire fixed assets.

3. Finance

The loan will be for £800,000 with interest charged at 1% above the rate set by the PWLB for 10 and 5 years.

CONSULTATIONS

I confirm that the appropriate consultations have taken in place and the outcomes are as detailed below Signed: Chris Moore Director of Corporate Services
1. Scrutiny Committee **N/A** **2.Local Member(s)** **N/A** **3.Community / Town Council** **None** **4.Relevant Partners** **None** **5.Staff Side Representatives and other Organisations** **None**

Section 100D Local Government Act, 1972 – Access to Information

List of Background Papers used in the preparation of this report:

THESE ARE DETAILED BELOW

Title of Document	File Ref No.	Locations that the papers are available for public inspection
CWM Environmental Ltd 2019 Business Plan		www.carmarthensire.gov.uk