

CONFIDENTIAL



HOUSE OF COMMONS

LONDON SW1A 0AA

From the Rt Hon. Tony Blair MP
Member of Parliament for Sedgefield

February 2004

CONFIDENTIAL - PERSONAL

Dear [REDACTED]

I am writing to confirm the arrangements for claiming the Additional Costs Allowance with regard to our new mortgage on Myrobella House.

I understand that the fees office have agreed to honour claims made on the original mortgage amount of £90,449.73 up until the 3rd November 2009 when the original mortgage was due to end.

It is proposed that the monthly sum claimed will be calculated by taking the new monthly mortgage payment then multiplying it by the balance of the original mortgage and then dividing it by the total amount borrowed of the new mortgage. If the interest rate on the new mortgage increases or decreases, then we will recalculate the payment accordingly and gain your approval prior to submitting any claims. This arrangement will come into effect in respect of all ACA claims from January 2004. As our new mortgage completed in December 2003, I will not be making a claim for mortgage interest from the ACA for this month.

Therefore the monthly claims from January 2004 will be as follows:

January (this monthly payment is slightly higher due to interest being paid for part of December and January)

$$£1327.83 \times £90,449.73 / £297,000 = £404.38$$

February

$$£1024.65 \times £90,449.73 / £297,000 = £312.05$$

March (this takes into account the most recent interest rate rise and will be the amount claimed until any future change in the payment amount)

$$£1086.52 \times £90,449.73 / £297,000 = £330.89$$

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