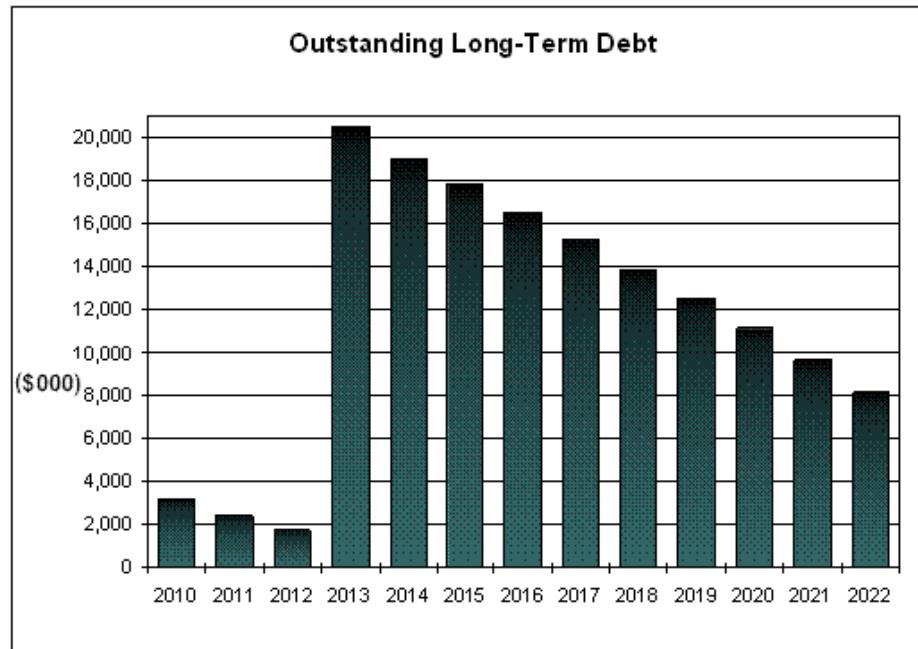


LONG-TERM DEBT

	2011 Actual (\$000)	2012 Budget (\$000)	2012 Forecast (\$000)	2013 Budget (\$000)	2014 Budget (\$000)	2015 Budget (\$000)
Outstanding Long-term Debt						
Opening Balance	3,137	2,400	2,402	1,752	20,467	19,037
Capital Fund Debt Issued	-	-	-	20,000	-	-
Capital Fund Debt Repaid	(735)	(649)	(650)	(1,285)	(1,430)	(1,227)
Closing Balance	2,402	1,751	1,752	20,467	19,037	17,810
Comprised of						
General Capital	2,402	1,751	1,752	20,467	19,037	17,810
	2,402	1,751	1,752	20,467	19,037	17,810



LONG-TERM DEBT

	2011 Actual (\$000)	2012 Budget (\$000)	2012 Forecast (\$000)	2013 Budget (\$000)	2014 Budget (\$000)	2015 Budget (\$000)
General Capital						
Water Treatment Plant Loan	-	-	-	19,187	18,076	16,933
2002 Debenture #235, authorized by By-law 4176 to finance the 2002 road rehabilitation program, with annual payments of \$197,898, including principal and interest at 6.14%, expiring May, 2012.	168	-	-	-	-	-
2002 Debentures #236 and 237, authorized by By-laws 4177 and 4178 to finance traffic lights, with annual payments of \$22,065, including principal and interest at 6.14%, expiring May, 2012.	18	-	-	-	-	-
CIBC Debenture #239, authorized by By-law 4213 to finance completion of phase one of the twin pad arena, with annual payment of \$140,098 including principal and interest at 5.81%, expiring March 2023.	1,187	1,115	1,116	1,041	961	877
2003 Debenture #240 authorized by By-law 4244 to finance the 2003 road rehabilitation program, with annual payment of \$191,254 including principal and interest at 4.82%, expiring July 2013.	345	170	170	-	-	-
2004 Debenture #242 authorized by By-law 4280 to finance the 2004 road rehabilitation program, with annual payment of \$251,268 including principal and interest at 5.109% expiring July 2014.	683	466	466	239	-	-
	2,402	1,751	1,752	20,467	19,037	17,810



LONG-TERM DEBT

Principal Payments and Interest Expenditures									2018 &	Total From
	2011	2012	2012	2013	2014	2015	2016	2017	Thereafter	2013
	Actual	Budget	Forecast	Budget	Budget	Budget	Estimated	Estimated	Projected	Onwards
	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)
General										
233 Principal	29	-	-	-	-	-	-	-	-	-
Interest	1	-	-	-	-	-	-	-	-	-
	30	-	-	-	-	-	-	-	-	-
234 Principal	70	-	-	-	-	-	-	-	-	-
Interest	3	-	-	-	-	-	-	-	-	-
	73	-	-	-	-	-	-	-	-	-
235 Principal	177	168	168	-	-	-	-	-	-	-
Interest	14	32	32	-	-	-	-	-	-	-
	191	200	200	-	-	-	-	-	-	-
236 / 237 Principal	20	18	18	-	-	-	-	-	-	-
Interest	2	4	4	-	-	-	-	-	-	-
	22	22	22	-	-	-	-	-	-	-
239 Principal	67	71	71	75	80	84	89	94	694	1,116
Interest	70	66	66	61	57	52	47	41	114	372
	137	137	137	136	137	136	136	135	808	1,488
240 Principal	167	175	175	170	-	-	-	-	-	170
Interest	21	12	12	4	-	-	-	-	-	4
	188	187	187	174	-	-	-	-	-	174
242 Principal	206	216	217	227	239	-	-	-	-	466
Interest	41	30	30	19	7	-	-	-	-	26
	247	246	247	246	246	-	-	-	-	492
Water Treatment	-	-	-	813	1,111	1,143	1,175	1,209	14,549	20,000
Plant Loan	-	-	-	412	523	492	459	425	2,204	4,516
	-	-	-	1,225	1,634	1,635	1,634	1,634	16,754	24,516
Total										
Principal	735	649	650	1,285	1,430	1,227	1,264	1,303	15,243	21,753
Interest	152	144	144	496	587	544	506	466	2,319	4,918
	887	793	795	1,781	2,017	1,771	1,770	1,769	17,562	26,671

LONG-TERM DEBT

Legal Borrowing Limit

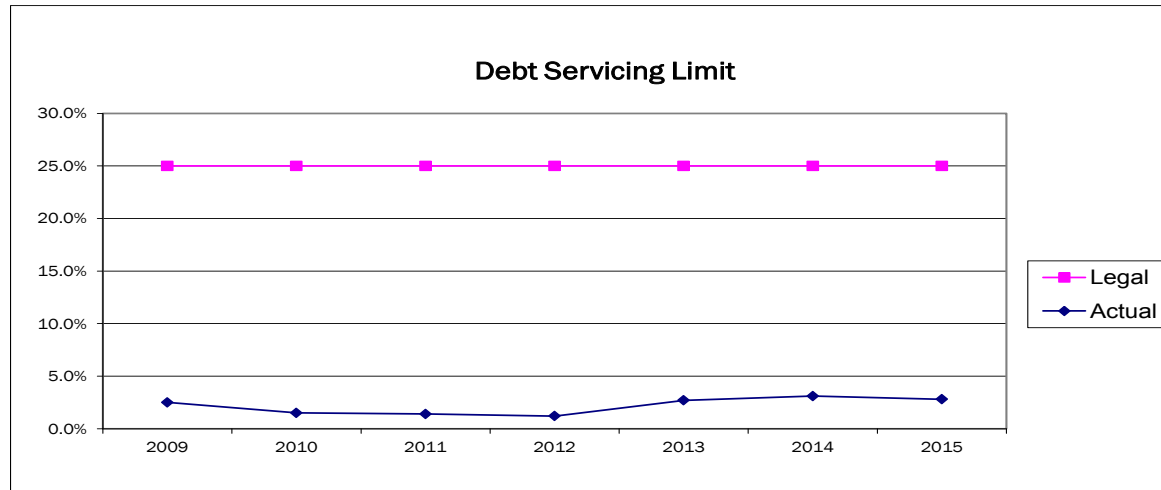
Year	Assessed Values (\$000's)	Total Revenue (\$000's)	Legal Limit (\$000's) Note (1)	Policy Limit (\$000's)	Debt Balance (\$000's)	Note
2004	1,437,217		143,722	71,861	14,910	
2005	1,495,756		149,576	74,788	10,686	
2006	1,524,748		152,475	76,237	8,721	(2)
2007	1,862,823		186,282	93,141	6,422	
2008	1,911,676	52,683	105,366	95,584	4,971	
2009	1,951,056	54,293	108,586	97,553	3,843	
2010	1,984,644	58,674	117,348	99,232	3,136	
2011	2,002,337	62,053	124,106	100,117	2,402	
2012	2,032,685	67,139	134,278	101,634	1,752	
2013	2,058,302	65,384	130,767	102,915	20,467	(2)
2014	2,106,306	65,236	130,471	105,315	19,037	(3)
2015	2,130,930	64,359	128,719	106,547	17,810	

Note:

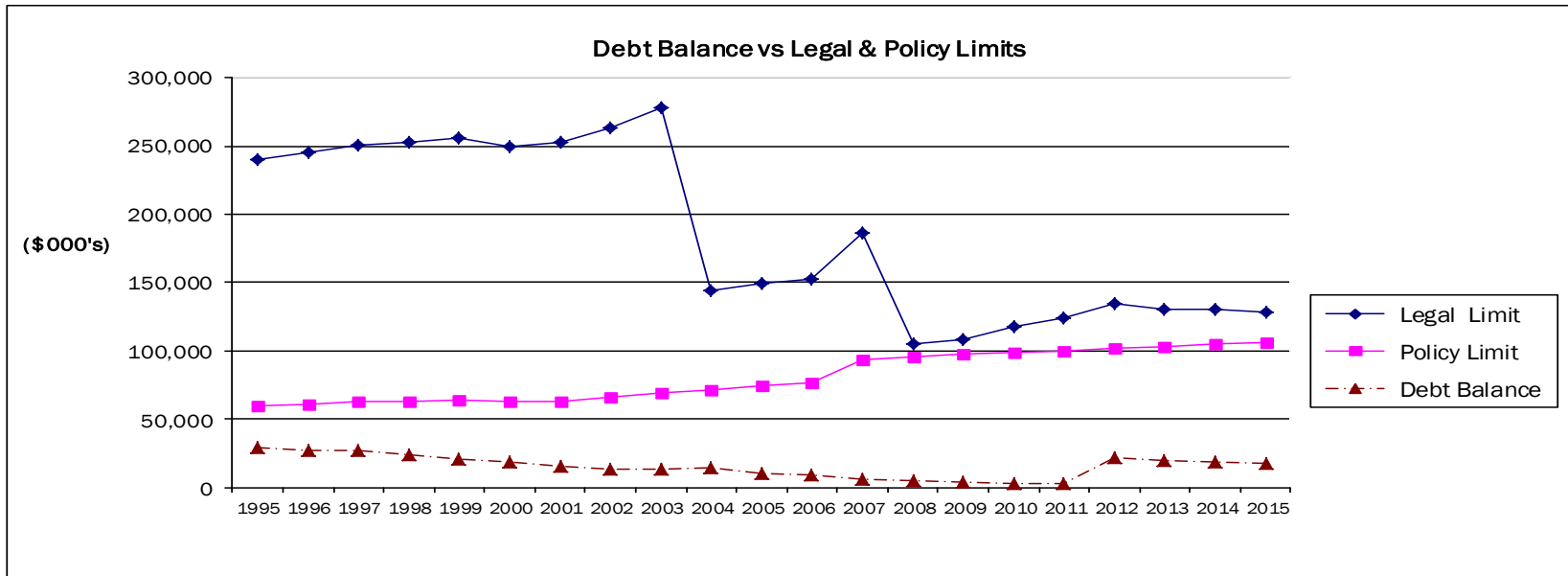
- (1) Prior to 2004, the City's legal limit was 20% of the assessed value of property as per *Cities, Towns and Villages Act* Section 150(2). In 2004, under the *Cities, Towns and Villages Act* Section 112(1), the legal limit was changed to 10% of assessment, and debt service payments were not to exceed 20% of revenue. However starting from 2008, legal debt limit has changed. According to Section 167 of *Cities, Towns and Villages Act*, borrowing limit is two times total eligible revenue and debt service is 25% of revenue. As of December 31/2011, our debt service payments were 1.55% of total revenue and total debt was 0.12% of assessment. The policy limit is 5% of property assessed values.
- (2) The City last conducted a general assessment in 2006. The next general assessment will take place in 2013.
- (3) For 2014 and 2015, the assessed values are projection only.



LONG-TERM DEBT



Legal debt servicing limit is 25% of total eligible revenue. City's debt servicing in 2009-2015 is far below legal limit.



Legal limit is two times the eligible revenue and City's policy limit is 5% of assessment. City's debt balance is far below the legal and policy limits.

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