

DATE: January 26, 2017

TO: MAYOR AND COUNCIL

NAME AND TITLE: Kris Dalio, Director of Finance

SUBJECT: Main Fire Hall and Four Seasons Leisure Pool Debt Estimates

ATTACHMENT: None

RECOMMENDATION:

That the report dated January 26, 2017 from the Director of Finance titled “Main Fire Hall and Four Seasons Leisure Pool Debt Estimates”, be received for information.

PURPOSE:

To provide Council with information regarding high level annual debt servicing costs, impacts to the tax levy, and estimated cost per representative home owner regarding the proposed debt proceeds required to fund Project #1457 – Main Fire Hall Replacement and Project #1504 – Four Seasons Leisure Pool (FSLP) Replacement in the 2017 – 2021 Financial Plan.

STRATEGIC PRIORITIES:

The Main Fire Hall and FSLP Replacement projects support Sustainable Infrastructure, Sustainable Fiscal Management, Organizational Excellence and Safe Environment.

FINANCIAL CONSIDERATIONS:

The following tables have been provided to show the annual debt servicing costs, impacts to the tax levy, and estimated cost per representative home owner for each project for debt repayment plans of 20, 25 and 30 years:

Term (years)	Four Seasons Leisure Pool Replacement				
	Total		Annual Serv. Costs	Increase to Gen. Levy %	* Cost/Rep. Homeowner
	Interest	Repayment			
20	24,752,754	59,752,754	2,987,638	2.98%	\$ 61.51
25	31,214,781	66,214,781	2,648,591	2.65%	\$ 54.53
30	37,839,898	72,839,898	2,427,997	2.43%	\$ 49.99

Term (years)	Main Fire Hall Replacement				
	Total		Annual Serv. Costs	Increase to Gen. Levy %	* Cost/Rep. Homeowner
	Interest	Repayment			
20	10,608,323	25,608,323	1,280,416	1.28%	\$ 26.36
25	13,377,763	28,377,763	1,135,111	1.13%	\$ 23.37
30	16,217,099	31,217,099	1,040,570	1.04%	\$ 21.42

Term (years)	Projects Combined				
	Total		Annual Serv. Costs	Increase to Gen. Levy %	* Cost/Rep. Homeowner
	Interest	Repayment			
20	35,361,077	85,361,077	4,268,054	4.26%	\$ 87.87
25	44,592,544	94,592,544	3,783,702	3.78%	\$ 77.90
30	54,056,997	104,056,997	3,468,567	3.47%	\$ 71.41

** Cost per representative homeowner is based on 2016 values and ratios.*

SUMMARY AND CONCLUSION:

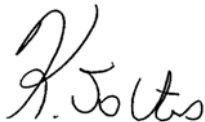
This report has been prepared to provide Council with high level information to assist in the decision making process regarding the Main Fire Hall and FSLP Replacement projects.

RESPECTFULLY SUBMITTED:



Kris Dalio, Director of Finance

APPROVED:



Kathleen Soltis, City Manager
Meeting date: February 1, 2017