

Ministry of
Municipal Affairs
and Housing

Ministère des
Affaires municipales
et du Logement



Ontario

RECEIVED

JAN 05 2010

TOWN OF
SOUTH BRUCE PENINSULA

Municipal Finance Policy Branch
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Monday, January 4th 2010

Dear Municipal Treasurer, Clerk/Treasurer:

I am pleased to enclose a report showing your municipality's 2010 Annual Repayment Limit (ARL) respecting long-term debt and financial obligations.

Your 2010 ARL was calculated based on 25 percent of your 2008 net own source revenues as reported in your 2008 FIR. Note that revenues for municipal electrical utilities are not included in the calculation of the ARL, in accordance with Public Sector Accounting Board (PSAB) guidelines.

If you require any further information, please contact the appropriate Municipal Services Office of the Ministry of Municipal Affairs and Housing (list enclosed).

Yours truly,

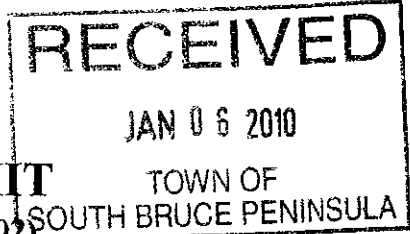
A handwritten signature in black ink, appearing to read "Trevor Bingler".

Trevor Bingler
Director

Enclosures

Ministry of Municipal Affairs and Housing
777 Bay Street,
Toronto, Ontario.
M5G 2E5

Ministère des affaires municipales et du logement
777 rue Bay
Toronto (Ontario)
M5G 2E5



ANNUAL REPAYMENT LIMIT
(UNDER ONTARIO REGULATION 403/02)

MMA CODE:	41407
MUNID:	41053
MUNICIPALITY:	The South Bruce Peninsula T
UPPER TIER:	Bruce Co
REPAYMENT LIMIT:	C \$2,547,112

The repayment limit has been calculated based on data contained in the 2008 Financial Information Return, as submitted to the Ministry. This limit represents the maximum amount which the municipality had available as of December 31, 2008 to commit to payments relating to debt and financial obligations. Prior to the authorization by Council of a long term debt or financial obligation, this limit must be adjusted by the Treasurer in the prescribed manner. The limit is effective January 01, 2010.

FOR ILLUSTRATION PURPOSES ONLY,

the additional long-term borrowing which a municipality could undertake over a 5-year, a 10-year, a 15-year and a 20-year period is shown.

DETERMINATION OF ANNUAL DEBT REPAYMENT LIMIT

MUNICIPALITY: The South Bruce Peninsula T

MMAH CODE: 41407

1.0	GROSS DEBT CHARGES		
1.1	Principal	SLC 74 3099 01	138,718
1.2	Interest	SLC 74 3099 02	34,028
1.3	SUBTOTAL	Add Lines 1.1, 1.2	172,746
2.0	DEBT CHARGES ON O.C.W.A. PROVINCIAL PROJECT		
2.1	Water Projects -- this municipality only	SLC 74 2810 03	0
2.2	Water Projects -- share of integrated project(s)	SLC 74 2820 03	0
2.3	Sewer Projects -- this municipality only	SLC 74 2830 03	0
2.4	Sewer Projects -- share of integrated project(s)	SLC 74 2840 03	0
2.5	SUBTOTAL	Add Lines 2.1 thru 2.4	0
3.0	PAYMENT IN RESPECT OF LONG TERM COMMITMENTS AND LIABILITIES	SLC 42 6010 01	7,500
4.0	SUBTOTAL - DEBT CHARGES	Add Lines 1.3,2.5,3.0	180,246
5.0	AMOUNTS RECOVERED FROM UNCONSOLIDATED ENTITIES		
5.1	Electricity (Principal)	SLC 74 3030 01	0
5.2	Electricity (Interest)	SLC 74 3030 02	0
5.3	Gas and Telephone (Principal)	SLC 74 3040 01 + SLC 74 3050 01	0
5.4	Gas and Telephone (Interest)	SLC 74 3040 02 + SLC 74 3050 02	0
5.5	SUBTOTAL	Add Lines 5.1 thru 5.4	0
6.0	PAYMENTS TO PROVINCE FOR DOWNTOWN REVITALIZATION PROGRAM LOANS	SLC 42 5410 01	0
7.0	DEBT CHARGES FOR TILE DRAINAGE AND SHORELINE ASSISTANCE	SLC 40 1850 02 + SLC 40 1850 08	372
8.0	SUBTOTAL - DEBT CHARGES TO BE EXCLUDED	Add Lines 5.5,6.0,7.0	372
9.0	NET DEBT CHARGES		179,874

DETERMINATION OF ANNUAL DEBT REPAYMENT LIMIT

MUNICIPALITY: The South Bruce Peninsula T

MMAH CODE: 41407

10.0	TOTAL REVENUE FUND REVENUES	SLC 10 9910 01	12,951,176
11.0	FEEES FOR REPAYING THE PROVINCE FOR DOWNTOWN REVITALIZATION LOANS	SLC 42 5410 01	0
12.0	FEEES FOR TILE DRAINAGE AND SHORELINE ASSISTANCE	SLC 12 1850 04	372
13.0	GRANTS FROM GOVERNMENT OF ONTARIO, GOVERNMENT OF CANADA AND OTHER MUNICIPALITIES		
13.1	Ontario Grants	SLC 10 0699 01 + SLC 10 0810 01	1,939,404
13.2	Canada Grants	SLC 10 0820 01	12,156
13.3	Other Municipalities	SLC 10 1099 01	91,299
13.4	SUBTOTAL	Add Lines 13.1 thru 13.3	2,042,859
14.0	FEEES AND REVENUES FOR JOINT LOCAL BOARDS FOR HOMES FOR THE AGED		0
15.0	NET REVENUE FUND REVENUES	Lines 10 less Lines 11,12,13.4,14	10,907,945
16.0	25% OF NET REVENUE FUND REVENUE		2,726,986
17.0	ANNUAL REPAYMENT LIMIT 25% of Net Revenue Fund Revenues less Net Debt Charges		2,547,112

SLC denotes Schedule, Line, Column

FOR ILLUSTRATION PURPOSES ONLY

If the municipality could borrow at 7.0% or 9.0% annually, the annual repayment limit shown in Line 17 above would allow it to undertake additional long-term borrowing as follows:

<u>7.0% Interest Rate:</u>	
(a) 20 years @ 7.0% p.a.	26,984,143
(b) 15 years @ 7.0% p.a.	23,198,879
(c) 10 years @ 7.0% p.a.	17,889,851
(d) 05 years @ 7.0% p.a.	10,443,663
<u>9.0% Interest Rate:</u>	
(a) 20 years @ 9.0% p.a.	23,251,430
(b) 15 years @ 9.0% p.a.	20,531,478
(c) 10 years @ 9.0% p.a.	16,346,495
(d) 05 years @ 9.0% p.a.	9,907,378