

**TOWN OF INGERSOLL**  
**Director of Finance/Treasurer Report**  
**MMAH – 2010 Annual Repayment Limit**

Report No. T-041/10  
Approval Date: Feb 08, 2010

Mayor Holbrough & Members of Council:

Purpose

The purpose of this report is for information only to advise Council of the 2010 Annual Debt Repayment Limit (ARL) for the Town of Ingersoll as issued by the Ministry of Municipal Affairs and Housing (MMAH).

Background

In January of each year the MMAH releases the Annual Repayment Limit report to each municipality to indicate the maximum amount of funds that can be committed to debt and any other financial obligations.

The attached report is the ARL issued for the Town of Ingersoll indicating the maximum amount that can be committed for debt repayment for 2010 is \$2.5M. Council should be advised that the Director of Finance/Treasurer has adjusted this amount to reflect any debt that has already been committed for 2010 but is not reflected on this report. The Treasurer is responsible for calculating and reporting any adjustments to the ARL for each and every new debt issued throughout the year.

Therefore the revised ARL for 2010 is \$2.1M after the adjustments for the George St and Hall St debenture issue and also the Clark Rd E and Wonham St debenture issue (copy attached).

On page 3 of the 2010 ARL, there is an illustration of the potential long term borrowing limits that the Town of Ingersoll could borrow using in interest rate of 7% or 9% as examples.

Discussion

The Director of Finance/Treasurer will be updating and adjusting the ARL to include any new debenture issues as approved by Council.

Summation:

That the 2010 Annual Debt Repayment Limit (ARL) be received as information.

Respectfully submitted,

---

Gary K Seitz, CGA, CMO, CMM III, CPPB  
Director of Finance/Treasurer

---

James Timlin  
CAO

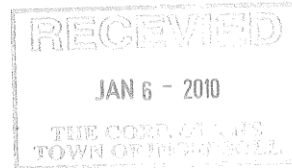
**Ministry of  
Municipal Affairs  
and Housing**

**Ministère des  
Affaires municipales  
et du Logement**



Municipal Finance Policy Branch  
777 Bay Street, 13th Floor  
Toronto ON M5G 2E5  
Phone: (416) 585-6310  
Fax: (416) 585-6315

777, Rue Bay, 13<sup>e</sup> étage  
Toronto ON M5G 2E5  
Téléphone: (416) 585-6310  
Télécopieur: (416) 585-6315



Monday, January 4<sup>th</sup> 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

*Town of Ingersoll*  
**2010 - Updated Annual Repayment Limit (ARL)**  
**(based on 2008 FIR Information)**

Re: Clark Rd East and Wonham St CHMC Debenture

Gross Debt Charges		
	Principle	\$97,000
	Interest	\$28,562
New Debt - 2010	Principle -George St and Hall St Debt	\$54,034
	Interest	\$25,084
	Principle -Clark Rd East & Wonham St	\$86,417
	Interest	\$68,990
	 Subtotal Debt Charges	 <u>\$360,087</u>
	 Net Debt Charges	 <u>\$360,087</u>
	 NET REVENUE FUND REVENUES	 <u>\$9,807,334</u>
	25% OF NET REVENUE FUND REVENUE	<u>\$2,451,834</u>
	 UPDATED 2008 ANNUAL REPAYMENT LIMIT	 <u>\$2,091,746</u>
	(25% of Net Revenue Fund Revenues less Net Debt Charges)	<u>\$2,091,746</u>

**Gary K. Seitz CGA, CMO, CMM III, CPPB**  
*Director of Finance/Treasurer*

*The Corporation of the Town of Ingersoll*  
 130 Oxford Street, 2nd Floor  
 Ingersoll, Ontario N5C 2V5  
 Bus Direct Line (519) 485-4675 ext 2227  
 Bus Main Line (519) 485-0120  
 Fax (519) 485-3543  
 Cell (519) 688-4599  
[gseitz@ingersoll.ca](mailto:gseitz@ingersoll.ca)