

**Discretionary Tax Supported Net Capital Funding  
2017 - 2026 Forecast**

0.95% (\$4 M + \$3.6M) Levy Increase for Capital Annually 2017 - 2026

5.0% Cost of Borrowing on External Debt for 15 Year Term

| Sources of Funding (Net)<br>(\$000's)   | 2016<br>Approved         | 2017<br>Proposed         | 2018<br>Forecast         | 2019<br>Forecast         | 2020<br>Forecast         | 2021<br>Forecast         | 2022<br>Forecast         | 2023<br>Forecast         | 2024<br>Forecast         | 2025<br>Forecast         | 2026<br>Forecast         | Totals<br>2017-2026           |
|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|-------------------------------|
| <b>Sustainable</b>                      |                          |                          |                          |                          |                          |                          |                          |                          |                          |                          |                          |                               |
| Contribution from Operating             | 48,732                   | 55,648                   | 64,455                   | 61,698                   | 65,507                   | 69,460                   | 75,234                   | 82,726                   | 86,792                   | 90,410                   | 98,382                   | 750,311                       |
| Hydro Dividends                         | 3,000                    | 3,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 21,000                        |
| Federal Gas Tax                         | 32,516                   | 31,616                   | 33,122                   | 33,122                   | 33,122                   | 33,122                   | 33,122                   | 33,122                   | 33,122                   | 33,122                   | 33,122                   | 329,714                       |
| Previous Yrs. Capital Financing Surplus | 5,500                    | 2,000                    | 4,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 22,000                        |
| <b>Sub-total</b>                        | <b>89,748</b>            | <b>92,264</b>            | <b>103,577</b>           | <b>98,820</b>            | <b>102,629</b>           | <b>106,582</b>           | <b>112,356</b>           | <b>119,848</b>           | <b>123,914</b>           | <b>127,532</b>           | <b>135,504</b>           | <b>1,123,025</b>              |
| <b>Non-Sustainable</b>                  |                          |                          |                          |                          |                          |                          |                          |                          |                          |                          |                          |                               |
| Unallocated Capital Reserve             | 1,138                    | 950                      | -                        | -                        | -                        | -                        | -                        | -                        | -                        | -                        | -                        | 950                           |
| HRPI Dividend                           | 250                      | 250                      | 250                      | 250                      | 250                      | 250                      | 250                      | 250                      | 250                      | 250                      | 250                      | 2,500                         |
| WIP Funding Interest                    | 500                      | 500                      | 500                      | -                        | -                        | -                        | -                        | -                        | -                        | -                        | -                        | 1,000                         |
| Sale of Assets                          |                          | 6,600                    |                          |                          |                          |                          |                          |                          |                          |                          |                          | 6,600                         |
| Roads Tender Surplus                    | 1,900                    |                          |                          |                          |                          |                          |                          |                          |                          |                          |                          | -                             |
| WIP Funding (FGT)                       | 2,500                    |                          |                          |                          |                          |                          |                          |                          |                          |                          |                          | -                             |
| <b>Sub-total</b>                        | <b>6,288</b>             | <b>8,300</b>             | <b>750</b>               | <b>250</b>               | <b>250</b>               | <b>250</b>               | <b>250</b>               | <b>250</b>               | <b>250</b>               | <b>250</b>               | <b>250</b>               | <b>11,050</b>                 |
| External Debt                           | 8,420                    | 61,713                   | 69,416                   | 80,586                   | 10,630                   | 11,460                   | 11,590                   | 12,470                   | 12,610                   | 5,000                    | 5,000                    | 280,475                       |
| <b>Total Funding (Net)</b>              | <b>104,456</b>           | <b>162,277</b>           | <b>173,743</b>           | <b>179,656</b>           | <b>113,509</b>           | <b>118,292</b>           | <b>124,196</b>           | <b>132,568</b>           | <b>136,774</b>           | <b>132,782</b>           | <b>140,754</b>           | <b>1,414,550</b>              |
| <b>Net Capital Funding (\$000's)</b>    | <b>2016<br/>Approved</b> | <b>2017<br/>Proposed</b> | <b>2018<br/>Forecast</b> | <b>2019<br/>Forecast</b> | <b>2020<br/>Forecast</b> | <b>2021<br/>Forecast</b> | <b>2022<br/>Forecast</b> | <b>2023<br/>Forecast</b> | <b>2024<br/>Forecast</b> | <b>2025<br/>Forecast</b> | <b>2026<br/>Forecast</b> | <b>Totals<br/>2017 - 2026</b> |
| <b>Roads</b>                            | <b>55,895</b>            | <b>55,569</b>            | <b>50,680</b>            | <b>52,707</b>            | <b>54,815</b>            | <b>57,008</b>            | <b>59,288</b>            | <b>61,660</b>            | <b>64,126</b>            | <b>66,691</b>            | <b>69,359</b>            | <b>591,905</b>                |
| Corporate Facilities                    | 4,583                    | 4,600                    | 4,583                    | 4,583                    | 4,583                    | 4,583                    | 4,583                    | 4,583                    | 4,583                    | 4,583                    | 4,583                    | 45,847                        |
| Recreation Facilities                   | 5,100                    | 8,620                    | 4,580                    | 4,580                    | 4,580                    | 4,580                    | 4,580                    | 4,580                    | 4,580                    | 4,580                    | 4,580                    | 49,840                        |
| Entertainment Facilities                | 800                      | 800                      | 800                      | 800                      | 800                      | 800                      | 800                      | 800                      | 800                      | 800                      | 800                      | 8,000                         |
| Park Development (New/Expansion)        | 3,327                    | 3,018                    | 3,241                    | 3,241                    | 3,241                    | 3,241                    | 3,241                    | 3,241                    | 3,241                    | 3,241                    | 3,241                    | 32,187                        |
| Park's Operations                       | 1,265                    | 1,138                    | 1,138                    | 1,138                    | 1,138                    | 1,138                    | 1,138                    | 1,138                    | 1,138                    | 1,138                    | 1,138                    | 11,380                        |
| Forestry & Horticulture                 | 1,345                    | 1,345                    | 1,345                    | 1,345                    | 1,345                    | 1,345                    | 1,345                    | 1,345                    | 1,345                    | 1,345                    | 1,345                    | 13,450                        |
| Waste Management                        | 1,420                    | 8,312                    | 11,240                   | 38,210                   | 2,576                    | 3,748                    | 2,520                    | 2,593                    | 4,198                    | 5,799                    | 5,799                    | 84,995                        |
| Downtowns & Commercial Districts        | 2,210                    | 2,210                    | 2,210                    | 2,210                    | 2,210                    | 2,210                    | 2,210                    | 2,210                    | 2,210                    | 2,210                    | 2,210                    | 22,100                        |
| Cultural Facilities                     | 1,702                    | 1,852                    | 1,702                    | 1,702                    | 1,702                    | 1,702                    | 1,702                    | 1,702                    | 1,702                    | 1,702                    | 1,702                    | 17,170                        |
| Long Term Care Facilities               | 1,590                    | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 5,000                         |
| Housing Services                        | 1,500                    | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 5,000                         |
| <b>Block Funding Total</b>              | <b>80,737</b>            | <b>88,464</b>            | <b>82,519</b>            | <b>111,516</b>           | <b>77,990</b>            | <b>81,355</b>            | <b>82,407</b>            | <b>84,852</b>            | <b>88,923</b>            | <b>93,089</b>            | <b>95,757</b>            | <b>886,874</b>                |
| <b>Major Capital Initiatives</b>        |                          |                          |                          |                          |                          |                          |                          |                          |                          |                          |                          |                               |
| West Harbour Development                | 7,475                    | 27,235                   | 24,200                   | 4,720                    | 11,490                   | 11,010                   | 21,860                   | 1,110                    | 4,150                    | -                        | -                        | 105,775                       |
| Ash Borer                               | 2,600                    | 2,600                    | 2,600                    | 2,600                    | 2,600                    | 2,600                    | 2,600                    | -                        | -                        | -                        | -                        | 15,600                        |
| Randle Reef                             | 300                      | 300                      | 375                      | 375                      | 375                      | 375                      | -                        | -                        | -                        | -                        | -                        | 1,800                         |
| Fire / Paramedic Services               | 508                      | 650                      | 1,000                    | 1,000                    | 1,000                    | 1,000                    | 1,000                    | 1,000                    | 1,000                    | 1,000                    | 1,000                    | 9,650                         |
| Community Services - Other              | 90                       | 167                      | 90                       | 90                       | 90                       | 90                       | 90                       | 90                       | 90                       | 90                       | 90                       | 977                           |
| Public Health                           | 92                       | 92                       | 70                       | 70                       | 70                       | 70                       | 70                       | 70                       | 70                       | 70                       | 70                       | 722                           |
| Corporate Services                      | -                        | -                        | 90                       | 90                       | 90                       | 90                       | 90                       | 90                       | 90                       | 90                       | 90                       | 810                           |
| City Manager/Human Resources            | 200                      | 1,040                    | -                        | -                        | -                        | -                        | -                        | -                        | -                        | -                        | -                        | 1,040                         |
| Information Technology                  | 665                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 5,000                         |
| Planning / Development                  | 1,089                    | 1,203                    | 130                      | 130                      | 130                      | 130                      | 130                      | 130                      | 130                      | 130                      | 130                      | 2,373                         |
| Economic Development Initiatives        | -                        | -                        | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 18,000                        |
| Parkland Acquisition                    | 1,500                    | 1,500                    | 1,500                    | 1,500                    | 1,500                    | 1,500                    | 1,500                    | 1,500                    | 1,500                    | 1,500                    | 1,500                    | 15,000                        |
| Transit                                 | 3,700                    | 33,026                   | 50,876                   | 50,976                   | 9,330                    | 10,160                   | 10,290                   | 11,170                   | 11,310                   | 3,700                    | 3,700                    | 194,538                       |
| DC exemptions                           | 2,000                    | 3,000                    | 4,000                    | 5,000                    | 6,000                    | 6,000                    | 6,000                    | 6,000                    | 6,000                    | 6,000                    | 6,000                    | 54,000                        |
| <b>Boards &amp; Agencies</b>            |                          |                          |                          |                          |                          |                          |                          |                          |                          |                          |                          |                               |
| City/Housing Hamilton                   | 1,500                    | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 500                      | 5,000                         |
| Hamilton Conservation Authority         | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 2,000                    | 20,000                        |
| Library                                 | -                        | -                        | -                        | -                        | -                        | -                        | -                        | -                        | -                        | -                        | -                        | -                             |
| Police Services                         | -                        | -                        | 1,330                    | 14,100                   | 500                      | -                        | -                        | -                        | -                        | 25,000                   | -                        | 40,930                        |
| <b>Subtotal - Boards &amp; Agencies</b> | <b>3,500</b>             | <b>2,500</b>             | <b>2,500</b>             | <b>2,500</b>             | <b>2,500</b>             | <b>2,500</b>             | <b>2,500</b>             | <b>2,500</b>             | <b>2,500</b>             | <b>27,500</b>            | <b>2,500</b>             | <b>50,000</b>                 |
| Unallocated - Surplus(Shortfall)        | -                        | 0                        | 1,293                    | (3,412)                  | (2,157)                  | (1,089)                  | (6,841)                  | 21,556                   | 18,511                   | (2,888)                  | 27,417                   | 52,391                        |
| <b>Total Expenditures (Net)</b>         | <b>104,456</b>           | <b>162,277</b>           | <b>173,743</b>           | <b>179,656</b>           | <b>113,509</b>           | <b>118,292</b>           | <b>124,196</b>           | <b>132,568</b>           | <b>136,774</b>           | <b>132,782</b>           | <b>140,754</b>           | <b>1,414,550</b>              |