

**Activation Laboratories: 41 Bittern St.**

**DC Deferral Agreement Extension**

**Terms: Extension for 1 year with interest at the City's 5 year serial debenture rate plus 2.25%.**

The sample payment schedule for the Staff Recommendation illustrates a payment schedule where the DC Deferral Agreement is extended for one year with lump sum payments \$454,188.31 due on the original Deferral Agreement expiry date followed by 12 monthly payments as per the Sample Payment Schedule.

This sample schedule uses the May 2017, 5 year serial debenture rate for illustration only. The June 2017, 5 year serial debenture rate would be used in the actual calculation.

Amount: \$908,376.62  
This is the balance owing on DC Deferral Agreement #148 at current term expiry on June 25, 2017

Proposed Interest  
Rate Applied: 5 year serial debenture rate plus 2.25%  
(May 2017 rate used for illustration below)

May Debenture Rate	1.73%
Plus 2% Fee	2.00%
Plus Admin Fee	<u>0.25%</u>
Interest Rate	<u>3.98%</u>

Payments: \$454,188.31 initial payment  
Followed by 11 equal monthly payments and a final payment

Compound Period: Monthly

Total Payments: \$918,169.72

Monthly payments: \$39,000.00

Total Interest &  
Admin Fee: \$ 9,793.10

**Activation Laboratories: 41 Bittern St.  
DC Deferral Agreement Extension  
Sample Payment Schedule**

Period (payment date is the 25th, interest adjusted accordingly)		Sample Interest Rate (%)	Principal (\$)	Payments (\$)	Period Interest Charge (\$)	Closing Balance Outstanding (\$)
25/06/2017	24/07/2017	3.98%	908,376.62	(454,188.31)	1,485.76	455,674.07
25/07/2017	24/08/2017	3.98%	455,674.07	(39,000.00)	1,408.47	418,082.54
25/08/2017	24/09/2017	3.98%	418,082.54	(39,000.00)	1,281.40	380,363.94
25/09/2017	24/10/2017	3.98%	380,363.94	(39,000.00)	1,116.68	342,480.62
25/10/2017	24/11/2017	3.98%	342,480.62	(39,000.00)	1,025.85	304,506.47
25/11/2017	24/12/2017	3.98%	304,506.47	(39,000.00)	868.53	266,375.00
25/12/2017	24/01/2018	3.98%	266,375.00	(39,000.00)	768.59	228,143.59
25/01/2018	24/02/2018	3.98%	228,143.59	(39,000.00)	639.36	189,782.95
25/02/2018	24/03/2018	3.98%	189,782.95	(39,000.00)	460.36	151,243.31
25/03/2018	24/04/2018	3.98%	151,243.31	(39,000.00)	379.41	112,622.73
25/04/2018	24/05/2018	3.98%	112,622.73	(39,000.00)	240.84	73,863.56
25/05/2018	24/06/2018	3.98%	73,863.56	(39,000.00)	117.85	34,981.41
25/06/2018	-	3.98%	34,981.41	(34,981.41)		0.00
				<b>(918,169.72)</b>	<b>9,793.10</b>	

*Note: This sample schedule uses the May 2017, 5 year serial debenture. The June 2017, 5 year serial debenture rate would be used in the actual calculation*