

City of Hamilton Debt Policy: Ratios

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022f</u>	<u>2023f</u>
<u>Affordability:</u>							
Debt Per Capita	\$742.07	\$848.78	\$747.23	\$743.40	\$686.93	\$512.06	\$555.95
Debt Per Capita Year Over Year (% Change)	-12.8%	14.4%	-12.0%	-0.5%	-7.6%	-25.5%	8.6%
Debt Per Household	\$1,812.52	\$2,066.38	\$1,813.41	\$1,798.58	\$1,689.68	\$1,252.83	\$1,353.20
Debt Per Household Year Over Year (% Change)	-13.1%	14.0%	-12.2%	-0.8%	-6.1%	-25.9%	8.0%
Debt Service Charges Per Capita	\$120.86	\$99.34	\$113.89	\$103.16	\$108.27	\$93.99	\$88.78
Debt Service Charges Per Capita Year Over Year (% Change)	9.9%	-17.8%	14.6%	-9.4%	5.0%	-13.2%	-5.5%
<u>Sustainability:</u>							
Debt Service Charges(Net) As A % of City Own Source Revenue	5.1%	4.2%	4.6%	4.3%	4.3%	3.6%	3.3%
Debt Service Charges(Net) As A % of the Municipal Levy	8.2%	6.6%	7.4%	6.6%	6.6%	5.6%	5.2%
Debt to City Own-Source Revenue	31.3%	35.9%	30.2%	30.8%	27.3%	19.7%	20.9%
Debt to S&P Adjusted Operating Revenue (S&P Global Ratings)	26.6%	29.5%	26.1%	26.7%	30.1%	21.9%	23.1%
Debt to Total Reserves and Reserve Funds	0.42	0.51	0.43	0.38	0.31	0.29	0.30
Cash & Liquid Assets to Debt Service Charges	1173%	1509%	1365%	1652%	1582%	1801%	1885%
Cash & Liquid Assets minus Debt	\$380,434,530	\$371,700,146	\$467,407,123	\$563,711,013	\$598,857,492	\$697,472,100	\$667,731,985
<u>Goals:</u>							
Tax & Rate Supported Debt as a % of City Own-Source Revenue <i>Maximum (60%)</i>	23.2%	27.3%	23.1%	23.5%	21.2%	17.8%	18.0%
DC Supported Debt as a % of Total DC Eligible Costs <i>Maximum (25%)</i>	2.0%	2.6%	1.8%	2.0%	1.2%	1.0%	1.5%
<u>Statutory Limits:</u>							
Debt Service Charges as a % of City Own-Source Revenue (ARL) <i>Limit (25%)</i>	5.1%	4.2%	4.6%	4.3%	4.3%	3.6%	3.3%
Total Variable Rate Debt as a % of Outstanding Total Debt <i>Limit (15%)</i>	6.1%	4.7%	4.7%	4.1%	3.8%	5.0%	4.6%

City of Hamilton Treasurer's Updated 2022 Annual Repayment Limit

2022 Annual Repayment Limit - effective January 1, 2022, as prepared by the Ministry of Municipal Affairs and Housing on March 3, 2022, based on 2020 Financial Information Return	\$293,261,529
Annual debt service charges on City Municipal debt approved to-date 2022 and prior years but not yet issued (\$832.676 M @ 5.5% for 15-year term)	-\$82,955,844
Annual debt service charges on City Municipal debt in respect of ICIP Transit debt approved but not yet issued (\$91.2895 M @ 5.5% for 15-year term)	-\$9,094,771
Annual debt service charges on City Municipal debt in respect of West Harbour debt approved but not yet issued (\$48.8 M @ 5.5% for 15-year term)	-\$4,861,729
Annual debt service charges on City Housing Hamilton debt approved but not yet issued and guaranteed by City of Hamilton (\$128.688 M @ 5% for 30-year term)	-\$8,371,323
Annual debt service charges on Municipal and Tax Supported Development Charges debt approved but not yet issued - Police Station 40 (\$11.585 M @ 5.5% for 15-year term)	-\$1,154,163
Annual debt service charges on Municipal and Tax Supported Development Charges debt approved but not yet issued - Stadium Precinct (\$16.8 M @ 5.5% for 15-year term)	-\$1,673,710
Annual debt service charges in 2022 for debenture issue of \$51.705 M;	-\$4,093,313
Annual debt service charges on debentures discharged in 2020-2022	\$282,017
Adjustment for annual debt service charges on outstanding City Housing Hamilton mortgages and City of Hamilton Tangible Capital Leases	-\$7,139,086
Updated 2022 Annual Repayment Limit - a calculation by the Treasurer representing an estimate of the maximum amount available to commit to annual debt service charges	\$174,199,608
Debenture amount at 5.5% interest rate for 15-year term (amortizer) corresponding to the annual debt service charges of \$174,199,608	\$1,748,542,669