




TO: Mayor J. Lehman and Members of Council

FROM: D. McKinnon, CPA, CGA, Director of Finance  (For DAM) 

NOTED: P. Elliott-Spencer, MBA, CPA, CMA, General Manager of Community and Corporate Services
C. Ladd, Chief Administrative Officer 

RE: 2014 Debenture Issuance – Interest Rate Offer

DATE: November 24, 2014

This memo is to provide Council with an update on the Financing Agreement (The Agreement) between The Corporation of the City of Barrie and the Ontario Infrastructure and Lands Corporation (OILC).

The Agreement states that "A rate confirmation letter will be sent to the Municipality by OILC confirming the interest rate to be offered for the Debenture".

On November 17, 2014 staff received the rate confirmation letter from OILC confirming an interest rate offer of 2.75%. The 2014 Business Plan anticipated interest at 3% which represents annualized savings of approximately \$50,000.

With the addition of the interest rate, the final terms of the debenture are as follows:

Principal amount of the debenture	\$11,867,987
Term	10 years
Type	Amortizing
Interest Rate	2.75%
Closing Date	December 1, 2014

The Mayor and Treasurer have confirmed that these are the Terms for the Debenture to be issued by The Corporation of the City of Barrie to OILC.


M. Jerney, CPA, CA
Deputy Treasurer