

<b>To:</b>	Warden Halliday and Members of Grey County Council
<b>Committee Date:</b>	June 14, 2018
<b>Subject / Report No:</b>	FR-CW-16-18
<b>Title:</b>	Lease Financing Report as of December 31, 2017
<b>Prepared by:</b>	Kevin Wepler, Director of Corporate Services
<b>Reviewed by:</b>	Kim Wingrove
<b>Lower Tier(s) Affected:</b>	
<b>Status:</b>	Recommendation adopted by Committee of the Whole as presented as per Resolution CW162-18; Endorsed by County Council on June 28, 2018.

## Recommendation

1. That Report FR-CW-16-18 regarding the 2017 Lease Financing Report be received for information.

## Executive Summary

This report is provided in accordance with the *Municipal Act, 2001*, O.Reg. 653/05 (as amended by O.Reg. 604/06 and O.Reg 291/090. The intent of the Act and regulation is to impose a level of due diligence on financing leases for municipal capital facilities.

A list of the County's lease arrangements as of December 31, 2017 is provided on the attached schedule.

## Background and Discussion

This report is being prepared in order to provide a list of the total financing arrangements of the County that have been undertaken through lease financing arrangements.

These existing lease arrangements are considered to be low-risk to the County's long-term financial health.

## Legal and Legislated Requirements

This report is submitted in accordance with the *Municipal Act, 2001*, O.Reg. 653/05.

## Financial and Resource Implications

The County's 2018 annual budget has been developed based on the current lease financing arrangements.

## Relevant Consultation

Internal – Finance Staff

External (list)

## Appendices and Attachments

[Attachment to FR-CW-16-18 Lease Financing Report 2017](#)

County of Grey  
Lease and Rental Commitments as of December 31, 2017

County Department	Organization	Purpose	2017 Annual Net Expense	Lease End Date	Notes
<b>Capital Leases</b>					
nil					
<b>Operating Leases</b>					
<b>Paramedic Services</b>	Township of Southgate	Paramedic Services Station Dundalk	\$ 23,602	December 31, 2018	option to renew lease for 5 years, rent to be negotiated
	Municipality of Grey Highlands	Paramedic Services Station Markdale	\$ 24,982	December 31, 2012	option to renew lease for 5 years, rent to be negotiated
	Town of Hanover	Paramedic Services Station Hanover	\$ 32,531	December 31, 2018	option to renew lease for 5 years, rent to be negotiated
	Grey Bruce Health Services	Paramedic Services Station Meaford	\$ 18,600	December 31, 2008	option to renew lease for 5 years, rent to be negotiated
	South Bruce Grey Health Centre	Paramedic Services Station Durham	\$ 16,615	December 31, 2009	option to renew lease for 5 years, rent to be negotiated
<b>Social Services</b>	Donald & Bonnie Shewfelt	Hanover Ontario Works Satellite Office	\$ 9,429	March 31, 2019	option to renew for one year periods with rent to be negotiated
	Township of Southgate	Dundalk HUB Meeting Space	\$ 4,800	December 31, 2020	automatic renewal for successive renewal terms of 3 years
	Golden Town Residential	Meaford Resource Centre	\$ 4,800	March 31, 2018	no renewal language in the lease
<b>Provincial Offences</b>	County of Bruce	Court room rental (unless notice given)	\$ 9,600	May 31, 2021	automatic successive 5 year renewals
<b>General Government</b>	De Lage Landen Financial Services	Postage Machine (to May 14, 2017)	\$ 1,633	May 14, 2017	
	Pitney Bowes	Postage Machine (66 month lease)	\$ 4,124	October 28, 2022	
<b>Tourism</b>	Honda Financial Services	Tourism Vehicle (24 month lease)	\$ 8,165	April 14, 2018	
<b>Total Net Annual Lease Cost - 2017</b>			<b>\$ 158,882</b>		
<b>Total Amount of Capital Lease Principal Outstanding</b>			<b>\$ -</b>		
<b>Total Long-Term Debt of Grey County</b>			<b>\$ 1,600,000</b>		
<b>Proportion of Long-Term Debt Outstanding belonging to Capital Leases:</b>			<b>0.00%</b>		
<b>Other Lease Agreements - no ongoing costs</b>					
	The Blue Mountains (land)	Paramedic Services Station Craigmileith (99 years )	0.00	January 31, 2111	