

DEBT LIMIT REGULATION
(M.G.A. 1994 cM - 26.1)
THE CITY OF CALGARY
(\$000's)

Attachment 1

A. DEBT LIMIT

Long Term Debt at 2013 December 31 (excludes ENMAX)	\$ 3,661,381
2014 Borrowings to date	78,000
Plus: Loan guarantees	87,701
Plus: Proposed Bylaw 5B2014	(1) 126,100
Total debt for calculation of debt limit	\$ 3,953,182
Debt Limit of 2.0 times revenue	(2) \$ 6,871,868
Debt Limit remaining	(4) \$ 2,918,686

B. DEBT SERVICE

Estimated annual principal and interest	(3) \$ 872,934
Plus: Principal and interest	17,055
Plus: P & I for proposed Bylaw 5B2014	(1) 7,632
Total debt service for calculation of service on debt limit	\$ 897,621
Debt Service of .35 times revenue	(2) \$ 1,202,577
Debt Service remaining	(4) \$ 304,956

Note:

(1) Under the Debt Limit Regulation, ENMAX's borrowing bylaws are excluded from the Debt Limit and Debt Servicing Calculations because the debt is fully repayable to The City.

(2) Under the Debt Limit Regulation, revenue for the purposes of calculating debt limit is \$3,435,934 which is the consolidated revenue (unaudited) as reported in the 2013 financial statements.

Debt Limit of 2 times revenue is \$6,871,868

Debt Servicing of 0.35 times revenue is \$1,202,577

(3) Principal and Interest as per Bylaw Debenture Management System adjusted for prorated Principal and Interest for Structured/Bullet debt for debentures, except for debt servicing on MSI debentures maturing after December 31, 2016 which are excluded per MGA section 271 ministerial order No. L124/11.

(4) Within approved and undrawn borrowing bylaws, budgeted debt issuance for the remainder of 2014 of \$507,294 has not been included in the debt limit remaining. The debt service for the budgeted debt issuance has also not been included in the debt service remaining.

To remain within 80% of M.G.A. debt limit and debt service limit, debt limit remaining is reduced to \$1,544,312, and debt service remaining is reduced to \$64,441.