

Nov 25, 2014

N° 2014-07

This Program Instruction is applicable to project(s) that are checked off.

- ✓ Public Housing
- ✓ Provincial Reform Housing Programs
- Municipal Non-Profit Housing Programs
- Federal Unilateral Housing Programs
- ✓ Rent Supplement - Commercial
- ✓ Rent Supplement - OCHAP & CSHP
- ✓ Rent Supplement Homelessness

Subject	REVISED - 2014 Imputed Rate of Return for Non-Income Producing Asset
Authority	Section 50 (9) of <i>Ontario Regulation 298/01</i>
Summary	The imputed rate of return for 2014 is zero percent (0.00%)
Background	<p>The imputed rate of return is used to attribute income to a non-income producing asset. Examples of non-income producing assets include investments in precious metals, assets transferred outside the household, and recreational property such as a trailer, or non-winterized cottage. Financial investments that don't earn interest or dividends, such as mutual funds, are also considered non-income producing assets.</p> <p>The imputed rate of return is set annually, using the first year interest rate for the most recent series of Canada Savings Bonds, rounded down to the nearest whole percentage. Interest rates are published on the Canada Savings Bond website, at www.csb.gc.ca. The newest series of Canada Savings Bonds were available November 1, 2014 at a rate of 0.50% for the first year rounded down to the nearest whole percentage of 0.00%.</p>
Action Required	<p>This Program Instruction replaces the Program Instruction N°2014-02 communicated to Housing providers in July of 2014. Due to an oversight the Program Instruction N°2014-02 quoted the incorrect rate. If you find that this error had an adverse effect on a tenant please make a retroactive adjustment.</p> <p>The 2014 interest rate for imputed income is 0.00%. Housing providers should use the rate of 0.00% per annum when calculating imputed income on non-income producing assets and transferred assets.</p> <p>Please contact your Program Co-ordinator if you have any questions.</p> <p>Joshua Scholten Acting General Manager Housing Services Branch Community and Health Services Department</p>

This document is available in an accessible format or with communication supports upon request.
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