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JOINT CAO/CORPORATE SERVICES INFORMATION REPORT - FINANCIAL SERVICES - 2012-74

TO: Mayor Tony Van Bynen and Members of Council
Committee of the Whole

SUBJECT: Old Town Hall Funding

ORIGIN: Director, Financial Services/Treasurer

COMMENTS

This report relates to Item 16 on the Committee of the Whole agenda of December 17, 2012 and provides further information on funding of the Old Town Hall.

Corporate and Financial Services – Finance Report 2012-11 identified potential funding for this project. The following table summarizes those projections and the currently available funding sources as follows:

| | Report 2012-11 | Revised funding |
|----------------------------------|-----------------------|------------------------|
| Existing budget: | | |
| • Building Canada Fund | \$ 3,397,242 | \$ 3,397,242 |
| • Asset Replacement Fund | 2,206,557 | 2,206,557 |
| | \$ 5,605,799 | \$ 5,605,799 |
| Committed Funding | | |
| • Sale of watermain | 750,000 | 750,000 |
| • Development charges | 216,000 | 280,000 |
| Additional financing: | | |
| • General capital reserves | 1,110,304 | 1,060,628 |
| : | \$ 7,682,103 | \$ 7,696,427 |
| Reprioritization | | |
| • Sale of Parks Shop | 918,000 | 755,701 |
| • Community Centre Lands Project | 675,000 | 675,000 |
| | \$ 9,275,103 | \$ 9,127,128 |

Notes on revisions:

- The proceeds from the sale of the watermain were committed to this project by Council on March 5, 2012.
- Development Charge funding has been adjusted from the original estimate and indexed. These funds were committed by Council when it adopted the 2009 DC Background Study's growth-related capital forecast. This was subsequently confirmed by Council on March 5, 2012.
- The proceeds from the sale of Parks Shop has been reduced by the unanticipated costs for remediation.

There is no requirement for debt financing.

BUSINESS PLAN AND STRATEGIC PLAN LINKAGES

This report links to Newmarket's key strategic directions in being Well Managed through fiscal responsibility with a focus on arts, culture, entertainment and heritage preservation

CONSULTATION

Consultation has taken place with various staff in the organization.

BUDGET IMPACT

Operating Budget (Current and Future)

None

Capital Budget

This report is for information purposes only and has no direct impact on the budget.

The total budget approved for the Old Town Hall is \$5,605,799, of which approximately \$4,992,000 is still outstanding. This report indicates that there is an additional \$3,521,329 which could be formally added to the budget through additional financing and reprioritization. Re-allocating the budget from the Community Centre Lands Project would not increase the global capital budget until such time as that project is continued.

This use of general capital reserves may affect the capital program in 2014.

CONTACT

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