

Chair and Members
 Corporate Services Committee

#14017
 January 31, 2014
 (Offer to Purchase)

RE: City Acquisition of Normal School
 165 Elmwood Avenue East
 Capital Budget Project No. GG1558 - Purchase & Renovation of Normal School

FINANCE REPORT ON THE SOURCES OF FINANCING:

Finance confirms that the cost of this purchase can be accommodated within the financing available for it in the Capital Works Budget and that, subject to the adoption of the recommendations of the Managing Director, Corporate Services and City Treasurer, Chief Financial Officer, the detailed source of financing for this purchase is:

<u>ESTIMATED EXPENDITURES</u>	<u>2013 Approved Budget</u>	<u>2014 Proposed Budget</u>	<u>Total Budget</u>	<u>This Submission</u>	<u>Balance For Future Work</u>
Land Acquisition	\$1,000,000	\$1,000,000	\$2,000,000	\$1,755,007	\$244,993
NET ESTIMATED EXPENDITURES	\$1,000,000	\$1,000,000	\$2,000,000	\$1,755,007	\$244,993
SOURCE OF FINANCING					
Capital Levy	\$1,000,000	\$1,000,000	\$2,000,000	\$1,755,007	\$244,993
TOTAL FINANCING	\$1,000,000	\$1,000,000	\$2,000,000	\$1,755,007	\$244,993

1) Financial Note:

Offer to Purchase	\$1,685,000
Add: Environmental Due Diligence	10,000
Sub-Total	1,695,000
Add: Land Transfer Tax	30,175
Add: HST @13%	220,350
Less: HST Rebate	190,518
Total Purchase Cost	<u>\$1,755,007</u>

- 2) On February 28, 2013, Council approved funding in the amount of \$1 million for the Normal School project, it being noted that this is a 10 year commitment, subject to final business plan approval.
- 3) Subject to Council approval of the 2014 Capital budget on February 27, 2014.

EH

Alan Dunbar
 Manager of Financial Planning & Policy