

**APPENDIX 'A'
CONFIDENTIAL**

#16025

Chair and Members
Corporate Services Committee

February 26, 2016
(Property Purchase)

**RE: Property Acquisition
Capital Budget Project No. SW6030 - Landfill Site Property Acquisition
5861 White Oak Road**

FINANCE & CORPORATE SERVICES REPORT ON THE SOURCE OF FINANCING:

Finance & Corporate Services confirms that the total cost of this purchase is not included in the Capital Works Budget but can be accommodated with a draw from the Sanitary Landfill Reserve Fund 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>Approved Budget</u>	<u>Additional Financing Required</u>	<u>Revised Budget</u>	<u>Committed To Date</u>	<u>This Submission</u>
Land Acquisition	\$10,661,664	\$775,896	\$11,437,560	\$10,661,664	\$775,896
NET ESTIMATED EXPENDITURES	<u>\$10,661,664</u>	<u>\$775,896</u>	<u>\$11,437,560</u>	<u>\$10,661,664</u>	<u>\$775,896</u> 1)
<u>SOURCE OF FINANCING</u>					
Drawdown from Sanitary Landfill R.F.	\$10,661,664		\$10,661,664	\$10,661,664	
Additional Drawdown from Sanitary Landfill Reserve Fund		2) 775,896	775,896		775,896
TOTAL FINANCING	<u>\$10,661,664</u>	<u>\$775,896</u>	<u>\$11,437,560</u>	<u>\$10,661,664</u>	<u>\$775,896</u>

1) **Financial Note:**

Property Purchase	750,000
Add: Legal Fees and Disbursements	1,200
Sub-Total	<u>751,200</u>
Add: Land Transfer Tax	11,475
Add: HST @13%	<u>97,656</u>
	860,331
Less: HST Rebate	<u>(84,435)</u>
Total Cost	<u><u>775,896</u></u>

- 2) The additional financing required in the amount of \$775,896 is available as an additional drawdown from the Sanitary Landfill Reserve Fund. The uncommitted balance in the Sanitary Landfill Reserve Fund will be approximately \$10.0 million with the approval of this purchase. According to Corporate Finance policy, the capital project SW6030 - Landfill Site Property Acquisition has not been funded since 2013. Funding for this and all future land acquisitions will be drawn directly from the Sanitary Landfill Reserve Fund that has been established and funded to support these land acquisitions, plus other capital projects related to the landfill.

EH

Larry Palarchio
Director of Financial Planning and Policy