

**APPENDIX "B"
CONFIDENTIAL**

Chair and Members
Finance and Administrative Services Committee

#12004
January 6, 2012
(Property Purchase)

RE: Property Acquisition
Capital Budget Project No. PP2011 - 2011 Floodplain Acquisition
1391 Adelaide Street North


FINANCE DEPARTMENT REPORT ON THE SOURCES OF FINANCING:

Finance Department confirms that the cost of this project can not be accommodated within the financing available for it in the Capital Works Budget and that, subject to the adoption of the recommendation of the City Manager, the detailed source of financing for this project is:

<u>ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Additional Funding Required</u>	<u>Revised Budget</u>
Land Purchase	\$200,000	\$650,000	\$850,000
NET ESTIMATED EXPENDITURES	<u><u>\$200,000</u></u>	<u><u>\$650,000</u></u>	<u><u>\$850,000</u></u>
 <u>SOURCE OF FINANCING</u>			
Drawdown From Misc. Land Acquisition Reserve Fund	\$200,000		\$200,000
Capital Levy-tsf from PP2010 Floodplain Land Acquisition		200,000	200,000
Drawdown from Woodland Acquisition Reserve Fund	2)	450,000	450,000
TOTAL FINANCING	<u><u>\$200,000</u></u>	<u><u>\$650,000</u></u> 1)	<u><u>\$850,000</u></u>

- 1) The funding requirement of \$650,000 is available as a transfer of capital levy in the amount of \$200,000 from Capital Project PP2010 and an additional drawdown in the amount of \$450,000 from the Woodland Acquisition Reserve Fund.
- 2) The uncommitted balance in the Woodland Acquisition Reserve Fund will be approximately \$1,066,000 with the approval of this purchase.
- 3) The \$850,000 identified in this Source of Financing does not necessarily represent the final cost of this land acquisition. The report identifies that an offer to purchase will be made for an amount somewhere between \$700,000 and \$850,000. This Source of Financing represents the upset limit for the negotiation and will be revised when the final offer to purchase is available.

EH



 Larry Palarchio
 Director of Financial Planning & Policy