

STAFF REPORT ACTION REQUIRED with Confidential Attachment

Potential Acquisition of 3620 Kingston Road (Cornell/Campbell Property)

Date:	November 5, 2007
То:	Government Management Committee
From:	Bruce Bowes, P.Eng., Chief Corporate Officer, and Brenda Librecz, General Manager, Parks, Forestry & Recreation
Wards:	Ward 36 – Scarborough Southwest
Reason for Confidential Information:	This report is about a proposed land acquisition by the City.
Reference Number:	P:\2007\Internal Services\F&re\ Gm07120\F&re - (AFS 6308)

SUMMARY

The purpose of this report is to secure City Council approval to proceed with the acquisition of 3620 Kingston Road (the "Property") for parks purposes. The privately owned site consisting of approximately 1.3 hectares (3.22 acres) is surrounded by City-owned lands on three sides and Kingston Road to the south.

This entire subject property was designated under the Ontario Heritage Act by By-law No. 18346 of the former Borough of Scarborough. The site is also deemed to be land of "archaeological potential" by Heritage Preservation Services.

Negotiations with the Owners have been on-going since the fall of 2006. The Owner has signed an irrevocable offer to sell ("Offer to Sell") the property to the City. Appendix "A" to this report describes the salient terms of this proposed acquisition, which is considered fair and reasonable.

RECOMMENDATIONS

The Chief Corporate Officer and the General Manager of Parks, Forestry and Recreation recommends that :

- (1) City Council adopt the confidential recommendations to staff in Attachment 1;
- (2) City Council authorize the public release of the confidential information and recommendations in Attachment 1, upon the completion of the acquisition of the Property by the City;
- (3) The 2007 Approved Capital Budget for Parks, Forestry and Recreation be amended by the addition of a project "3620 Kingston Road Acquisition", with funding from, the City-Wide Parkland Reserve (XR2210);
- (4) This report be forwarded to the Budget Committee for consideration;
- (5) The Offer to Sell from Mary Isabel Austin for the property known as 3620 Kingston Road be accepted substantially on the terms outlined in Appendix "A" and Attachment 1 to this report, and that each of the Chief Corporate Officer and the Director of Real Estate Services be authorized severally to accept the Offer on behalf of the City;
- (6) The City Solicitor be authorized to complete these transactions on behalf of the City including making payment of any necessary expenses, and amending the closing date and other dates to such earlier or later date(s) and on such terms and conditions as she may from time to time consider reasonable; and
- (7) The appropriate City Officials be authorized and directed to take the necessary action to give effect thereto.

Financial Impact

No provision has been made for this acquisition - in the 2007 Approved Capital Budget for Parks, Forestry, and Recreation. Funding is currently available in the Parks, Forestry and Recreation's Parkland Acquisition Reserve Fund.

City Council's approval is required to amend the 2007 Approved Capital Budget by the addition of this acquisition project and appropriate funding.

As this site contains a heritage home and a number of buildings, Parks, Forestry and Recreation intends to use the buildings to accommodate staff and programs related to Horticulture, which reflect the heritage nature of the building and grounds. On-going maintenance will come from Parks Operation Budgets.

The Deputy City Manager and Chief Financial Officer has reviewed this report and agrees with the financial impact information.

DECISION HISTORY

This entire subject property was designated under the Ontario Heritage Act by By-law No. 18346 of the former Borough of Scarborough on February 19, 1979, as being of architectural and historical value or interest.

In 1995, the former City of Scarborough's Parks and Culture Department confirmed interest in acquiring the "Property" when it became available as it's "rare to find a property which portrays a municipality's history as completely as the "Russell Cornell Farm" and Campbell Property. An excellent representation of Scarborough's agricultural, industrial, transportation and political past is contained in this site."

ISSUE BACKGROUND

The "Property" comprises of an irregular shaped lot of approximately 3.22 acres. It is improved with the Cornell House, originally built in 1836, and several other buildings. This site is the remainder of the farm that was established at that time on Kingston Road. Former Scarborough purchased land for the Scarborough Village Community Centre from the owner of 3620 Kingston Road. When that land was purchased a strip of land between the parking lot and the house was reserved for the lifetime use of the then current occupant of the house. At the rear of the house, and continuing onto the Community Centre lands is a woodlot which appears to be in relatively good shape. The woodlot has oak, beech, black cherry, black walnut, ash and ironwood trees.

At one time, the land and house belonged to Albert Campbell, the former Reeve of Scarborough from 1957 to 1966, Mayor of Scarborough in 1967 and 1968, and then Chairman of the Municipality of Metropolitan Toronto from 1969 to 1973.

COMMENTS

When considering a potential acquisition for Parks, Forestry and Recreation purposes, three guiding principles are considered:

- Targeting areas that are parkland deficient;
- Purchase of land for community recreation centres, sport and trail facilities; and
- Achievement of city-wide objectives to Our Common Ground

The acquisition of this site will complete the plan for the Scarborough Village Community Centre and consolidate the two separate pieces of parkland. Presently there is a strip of parkland on the east side of 3620 Kingston that is isolated from the rest of the Community Centre site. With the recommended purchase, the isolated parkland will form part of a larger city-owned site containing a community centre and historic house site. It will also allow the City to better realize the natural and cultural heritage of the consolidated site.

This acquisition is being completed with funds from Parks, Forestry and Recreation as well as a donation tax receipt. The City has in its possession external appraisals that support the value of this acquisition. The Policy on Donations to the City for Community Benefits, contained in Policy and Finance Report No. 7 Clause No. 3 approved by City Council on September 25, 26, 27 and 28, 2006 includes the following:

- Donations of real property to the City or its agencies, boards and commission may only be accepted with the prior approval of Council, which is to include approval of the budget for any future or ongoing obligations arising from the donation;
- Voluntary donations for community benefits may not be solicited and offers may not be made by or accepted from a bidder, proponent or applicant to a procurement, or their representative, concurrent to the procurement solicitation and award process. There is a blackout period in procurement decision making processes during which discussions about voluntary donations for community benefits are not permitted and voluntary donations may not be offered, solicited or accepted. The blackout period for procurements commences when the request or call for a bid, quote, proposal, etc. is formally issued, and it ends at the time the procurement is awarded; and
- All Donors must execute a standard form of declaration to declare that donations to the City and its agencies, boards and commissions for community benefits are not concurrent with an approval or procurement process.

Negotiations with the Owner have resulted in an Offer to Sell as outlined in Appendix A and Attachment 1 of this report. Staff considers this Offer to Sell to the City to be fair and reasonable and therefore recommend the approval of this transaction.

CONTACT

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SIGNATURE

Bruce Bowes, P.Eng. Chief Corporate Officer Brenda Librecz General Manager, Parks, Forestry & Recreation

ATTACHMENTS

Appendix "A" – Terms and Conditions Appendix "B"– Location Map and Sketch Attachment 1 - Confidential Information

Appendix "A"

Terms and Conditions – 3620 Kingston Road		
Owner:	Mary Isabel Austin	
Location:	3620 Kingston Road, being shown on the attached sketch as Parts 1, 2 and 3, more or less (Location maps shown on Appendix "B")	
Legal Description:	All of PIN 06404-0024 (LT) Part Lot 18 Con C Scarborough, Part 3 on 64R-8659 and Part 1 on 64R-3749, Toronto	
Purchase Price:	Part 1 and 3 by the cash amount stated on the Confidential Attachment 1	
	Part 2 by the issuance of a Tax Donation Receipt in the amount stated on Confidential Attachment 1	
Approximate Lot Size:	1.3 hectares or 3.22 acres	
Improvements:	2-storey Heritage Building, number of smaller additional buildings	
Irrevocable Date:	December 10, 2007	
Due Diligence:	90 days following acceptance by the City of Toronto	
Closing Date:	15 days following the expiry of the Due Diligence	
Deposit:	\$1.00	
Conditions:	Satisfactory results of Due Diligence Condition	
	Donor's Declaration Form: Vendor to sign and deliver on Closing the City's Donor Declaration Form confirming that the Vendor does not have any outstanding approval, permit or license, including procurement decision form the City or its agencies and that the donation is given to the City of Toronto unconditionally and voluntarily	
Vacant Possession:	Vacant possession on closing	