# **DA** TORONTO

# REFERRAL OF MEMBER MOTION BY CITY COUNCIL

# Property Tax Exemption for Society of Portuguese Disabled Persons Building Fund

Date:	August 7, 2009	
То:	Government Management Committee	
From:	City Council	
Wards:	Ward 11 – York South-Weston	

## **City Council Decision**

City Council on August 5 and 6, 2009, referred Motion MM38.13 to the Government Management Committee.

### Recommendations

Councillor Nunziata, seconded by Councillor Palacio, recommends that:

1. Toronto City Council support The Society of Portuguese Disabled Persons Building Fund in its efforts to obtain a Private Member's Bill to provide an exemption from property taxes.

### Summary

The Society of Portuguese Disabled Persons Building Fund ("The Society") was formed in 2001 to help stimulate social activities for individuals with disabilities who may be housebound in the community. Unfortunately, these individuals are faced with many limitations and have few channels available to allow them to integrate with society.

In order to build a centre for all disabled persons regardless of ethnicity, the Society purchased the property at 2295 St. Clair Avenue West. The Centre was constructed at no cost to the government, until 2007 when The Society obtained a grant from the Provincial Government to assist the centre in purchasing some necessary equipment. Currently, the Centre owns and occupies the property at 2295 St. Clair Avenue West. The Society celebrated the grand opening of the centre on June 23, 2007.

The centre is now open from Monday to Friday, 8am to 4pm and offers a variety of programs for people of all cultural and ethnic backgrounds with disabilities and provides support to their families. Through various programs, clients continue to learn social skills by group participation, building greater independence, self-esteem and facilitating

integration within the community. These programs help to develop leadership skills which empower clients to be active and productive members of society.

The Society is a registered charity within the meaning of the Income Tax Act (Canada).

The Society is seeking Private Legislation to provide an exemption from property taxes, and have asked that the City of Toronto support The Society in obtaining the Private Members Bill.

(Submitted to City Council on August 5, 2009 as MM38.13)

#### **Background Information (City Council)**

Financial Impact Statement (August 6, 2009) from the Deputy City Manager and Chief Financial Officer



#### FISCAL IMPACT STATEMENT NOTICE OF MOTION MM(38.13)

## **Financial Implications:**

$\square$	✓ Operating		
	Current year impacts: \$ <u>6,426</u>	Future year impacts: \$	
		Following year	
		Future years	
	Funding sources (specify):		
	<ul> <li>Accommodation within approved operatin</li> <li>New revenues</li> <li>Reserve/Reserve Fund contributions</li> </ul>	g budget Third party funding Tax rate impact Other	
	Budget adjustments: \$ (net)		
	Impact on staffing levels: (posit	ions)	
	Capital		
	Current year impacts: \$ (net)	Future year impacts:  \$(net)	
	<ul> <li>Following year</li> <li>Future years</li> </ul>		
	Funding sources (specify):		
	<ul> <li>Accommodation within approved capital to</li> <li>New revenues</li> <li>Reserve/Reserve Fund contributions</li> </ul>	oudget   Third party funding  Debt  Other	
	Budget adjustments: \$ (net)		
	Operating Impact:		
	<ul> <li>Program costs: \$ (net)</li> <li>Debt service costs: \$ (net)</li> </ul>		

#### Impacts/Other Comments:

Service Level Impact: (Specify)

Consistent with Council Strategic directions and fiscal priorities: (Specify)

Notices of Motion – MM( 38.13 ) – Should City Council support the efforts of the Society of Portuguese Disabled Persons Building Fund to secure a tax exemption for their property at 2295 St. Clair Ave W. through a Private Member's bill, and such legislation is enacted and an exemption is approved by Council, a property tax exemption for the premises occupied by the organization would result in a reduction in current municipal property tax revenues of approximately \$6,426 per year that would no longer be collected. This estimate is based on 2009 current value assessment for the property and the 2009 tax rates. The education portion of taxes of approximately \$2,686 that are remitted to the Province would simply no longer be required to be collected or remitted.

Should Council approve the property tax exemption, this motion will be referred back to staff for a report to the September Government Management Committee.

Submitted by:

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Deputy City Manager and Chief Financial Officer

Date: August 4, 2009