FISCAL IMPACT STATEMENT
NOTICE OF MOTION MM51.45

Financial Implications:

- **Operating**
  - Current year impacts: $1.2 million (gross)
  - Future year impacts: $0.6 million (net)
  - Following year
  - Future years
  - Funding sources (specify):
    - Accommodation within approved operating budget
    - New revenues
    - Reserve/Reserve Fund contributions
    - Third party funding
    - Tax rate impact
    - Other
    - Budget adjustments: $_________ (net)
    - Impact on staffing levels: _________ (positions)

- **Capital**
  - Current year impacts: $0 ________ (gross)
  - Future year impacts: $0 ________ (debt)
  - Following year
  - Future years
  - Funding sources (specify):
    - Accommodation within approved capital budget
    - New revenues
    - Reserve/Reserve Fund contributions
    - Third party funding
    - Debt
    - Other
    - Budget adjustments: $_________ (debt)
    - Operating Impact:
      - Program costs: $_________ (net)
      - Debt service costs: $_________ (net)

**Impacts/Other Comments:**
- Service Level Impact (specify):
- Consistent with Council Strategic directions and fiscal priorities (specify):

**Notice of Motion – MM51.45 --** By providing a property tax exemption to the TIFF Bell Lightbox effective 2014, the City will forego annual municipal property tax revenue of approximately $0.6 million per year, net of the charity rebate. In addition, there is a one-time loss of 2013 municipal taxation revenue associated with cancelling the 2013 taxes of approximately $0.6 million, net of the charity rebate.

The Province will also experience a loss of revenue with respect to education taxes. Annual education taxes of approximately $0.4 million (net of charity rebate) would no longer be required to be levied or remitted to the Province in 2014 and future. There will also be a one-time loss to the Province for education taxes of approximately $0.4 million (net of charity rebate) for the taxes cancelled in 2013.

The refund for the municipal portion of taxes will be funded from the City's Non-Program Tax Deficiency account, with no impact on current year budgets. The education share of taxes to be refunded of approximately $0.8 million would be fully recoverable from the Province/school boards with no impact on City finances.

Submitted by:
Deputy City Manager and Chief Financial Officer

Date: May 7, 2014