



FISCAL IMPACT STATEMENT

Notice of Motion: MM5.4

<input type="checkbox"/> Operating		Total Operating Impact: \$____(gross) \$____(net)							
		2023		2024		2025		2026	
		Gross	Net	Gross	Net	Gross	Net	Gross	Net
Financial Impact:									

Funding sources:

 Accommodation within approved budget Third party funding

 Reserve / reserve fund: Other: _____

Impact on staffing levels:____(positions) Budget adjustments: \$____(net)

<input type="checkbox"/> Capital		Total Capital Impact: _____(gross) \$ 0_(debt)							
		2023		2024		2025		2026	
		Gross	Debt	Gross	Debt	Gross	Debt	Gross	Debt
Financial Impact:									

Funding sources:

 Accommodation within approved budget Third party funding

 Reserve / reserve fund: Other: _____

Operating Impact: Budget adjustments: \$____(debt)

 Program costs: \$____(net)

 Debt service costs: \$____(net)

Service Level Impacts: _____

Comments:

There is no financial impacts associated with this Motion for Housing Secretariat, CREM, and Toronto Building.

The recommendation with regard to the property insurance in this Motion have no immediate financial impacts. However, the outcomes of the negotiated agreement with Beech Hall Housing Co-operative may result in potential financial impacts to the City, which are yet to be determined at this time. If the City agrees to provide the property insurance, there will be an expense of approximately \$0.05/\$100 of replacement cost value of the buildings as annual insurance premium. Despite the insignificance of the expense, some concerns should be taken into consideration:

- The City's property policy is currently subject to a \$5M self-insured retention and any losses paid within this retention are paid from the Insurance Reserve Fund resulting in a financial impact to the City. Insurance and claims related costs will impact NP2530 (lump sum contribution amount under which CREM is included – there is no separate line item for insurance). IRM suggests to include in the agreement a requirement that the Co-operative pays for losses up to an agreed amount to help incentivize the co-op to mitigate property claims, as well as the assignment of responsibility for building

maintenance or enforcement of minimum maintenance standards to minimize lost adjusting costs which are incurred at the time of a loss in addition to the repair costs.

- The City's acceptance of providing the property insurance may set a precedent in similar situations.
- There are costs relating to flood protection measures that CREM involvement may be required.

Signed by: _____
Chief Financial Officer & Treasurer

Date: March 27, 2023