



GENERAL ISSUES COMMITTEE 2018 TAX CAPITAL & RATE BUDGETS REPORT 17-022

9:30 a.m.

November 10, 17, 24 and December 1, 2017

Council Chambers

Hamilton City Hall

71 Main Street West

November 10, 2017 – 17-022(a):

Present: Mayor F. Eisenberger, Deputy Mayor B. Johnson (Chair)
Councillors T. Jackson, D. Skelly, S. Merulla, M. Green, J. Farr,
A. Johnson, D. Conley, M. Pearson, L. Ferguson, A. VanderBeek,
J. Partridge

Absent

with Regrets: Councillors Collins, Pasuta, Whitehead - Personal

November 17, 2017 – 17-022(b):

Present: Mayor F. Eisenberger, Deputy Mayor B. Johnson (Chair)
Councillors D. Skelly, T. Jackson, C. Collins, S. Merulla,
M. Green, A. Johnson, D. Conley, L. Ferguson, A. VanderBeek,
R. Pasuta, J. Partridge

Absent

with Regrets: Councillors J. Farr, M. Pearson – Personal
Councillor T. Whitehead – Other City Business

November 24, 2017 – 17-022(c):

Present: Mayor F. Eisenberger, Acting Deputy Mayor J. Farr (Chair)
Councillors T. Whitehead, D. Skelly, T. Jackson, C. Collins,
S. Merulla, M. Green, A. Johnson, D. Conley, M. Pearson,
L. Ferguson, A. VanderBeek, R. Pasuta, J. Partridge

**Absent
with Regrets:** Councillor B. Johnson – Personal

December 1, 2017 – 17-022(d):

Present: Mayor F. Eisenberger, Deputy Mayor R. Pasuta (Chair)
Councillors T. Whitehead, D. Skelly, T. Jackson, C. Collins, S. Merulla,
J. Farr, M. Green, A. Johnson, D. Conley, M. Pearson, B. Johnson,
A. VanderBeek, J. Partridge

**Absent
with Regrets:** Councillor L. Ferguson – Other City Business

**THE GENERAL ISSUES COMMITTEE PRESENTS REPORT 17-022 AND
RESPECTFULLY RECOMMENDS:**

**1. Alectra Utilities Water, Wastewater and Storm 2017 Service Activity Report
(FCS17080) (City Wide) (Item 5.1)**

That Report FCS17080, respecting the Alectra Utilities Water, Wastewater and Storm 2017 Service Activity Report, be received.

**2. 2018 Recommended Water, Wastewater and Stormwater Budget
(FCS17081) (City Wide) (Item 5.2)**

- (a) That the metered water consumption charges for residential properties in the City of Hamilton be imposed at the following rates, as of January 1, 2018:

Monthly Water Consumption (m3)	Rate (\$/m3)
0 – 10	0.75
10 +	1.49

- (b) That the metered water consumption charge for commercial, industrial, institutional and multi-residential (bulk meter) properties in the City of Hamilton be imposed at the rate of \$1.49 per cubic metre, as of January 1, 2018;
- (c) That daily water fixed charges for all properties in the City of Hamilton be imposed at the following rates, as of January 1, 2018:

Meter Size	Daily Water Rate
15 mm	\$ 0.34
16 mm	\$ 0.34
20 mm	\$ 0.34
25 mm	\$ 0.85
38 mm	\$ 1.70
50 mm	\$ 2.72
75 mm	\$ 5.44
100 mm	\$ 8.50
150 mm	\$ 17.00
200 mm	\$ 27.20
250 mm	\$ 39.10
300 mm	\$ 57.80

- (d) That the wastewater / storm treatment charges for residential properties in the City of Hamilton be imposed at the following rates, effective January 1, 2018:

Monthly Water Consumption (m3)	Rate (\$/m3)
0 – 10	0.81
10 +	1.61

- (e) That the wastewater / storm treatment charge for all commercial, industrial, institutional and multi-residential (bulk meter) properties in the City of Hamilton be imposed at the rate of \$1.61 per cubic metre, effective January 1, 2018;

- (f) That daily wastewater / storm fixed charges for all properties in the City of Hamilton be imposed at the following rates, effective January 1, 2018:

Meter Size	Daily Wastewater/Storm Rate
15 mm	\$ 0.36
16 mm	\$ 0.36
20 mm	\$ 0.36
25 mm	\$ 0.90
38 mm	\$ 1.80
50 mm	\$ 2.88
75 mm	\$ 5.76
100 mm	\$ 9.00
150 mm	\$ 18.00
200 mm	\$ 28.80
250 mm	\$ 41.40
300 mm	\$ 61.20

- (g) That the residential non-metered annual water rate be imposed at the flat rate of \$543.85 per annum, effective January 1, 2018;
- (h) That the residential non-metered annual wastewater/storm rate be imposed at the flat rate of \$587.65 per annum, effective January 1, 2018;
- (i) That the residential combined non-metered annual water and wastewater/storm rate be imposed at the flat rate of \$1,131.50 per annum, effective January 1, 2018;
- (j) That the Private Fire Line rates be imposed at the following rates, effective January 1, 2018:

Connection Size		Monthly Rate
mm	inches	
25	1.0	\$ 3.28
38	1.5	\$ 7.54
50	2.0	\$ 13.12
75	3.0	\$ 29.52
100	4.0	\$ 52.48
150	6.0	\$ 118.08
200	8.0	\$ 209.92
250	10.0	\$ 209.92
300	12.0	\$ 209.92

- (k) That the 2018 Water, Wastewater and Storm Proposed User Fees and Charges be imposed as per Appendix “A” to Report 17-022, effective January 1, 2018;
- (l) That the 2018 Water, Wastewater and Stormwater Rate Supported Operating Budget in the amount of \$210,862,294, be approved as per Appendix “B” to Report 17-022;
- (m) That the 2019 to 2021 Multi-year Operating Budget for the Water, Wastewater and Stormwater programs and related rate increases required to meet sustainable financing, as identified in the 2018-2027 Water, Wastewater and Stormwater Rate Supported Operating Budget forecast in Appendix “B” to Report 17-022, be approved, in principle;
- (n) That the 2022 to 2027 Multi-year Operating Budget for the Water, Wastewater and Stormwater programs and related rate increases required to meet sustainable financing, as identified in the 2018-2027 Water, Wastewater and Stormwater Rate Supported Operating Budget forecast in Appendix “B” to Report 17-022, be received for information;
- (o) That the 2018 Water, Wastewater and Stormwater Rate Supported Capital Budget and Financing Plan in the amount of \$219,277,000, be approved as per Appendices “C”, “D”, “E” and “F” to Report 17-022;
- (p) That the 2019 to 2021 Multi-year Capital Budget Forecast and Financing Plan for Water, Wastewater and Stormwater Rate Supported Capital Budget as identified in Appendix “G” to Report 17-022 be adopted, in principle;
- (q) That the 2022 to 2027 Multi-year Capital Budget Forecast and Financing Plan for Water, Wastewater and Stormwater Rate Supported Capital Budget as identified in Appendix “G” to Report 17-022, be received for information;
- (r) That the City Solicitor be authorized and directed to prepare, for Council approval, all necessary by-laws respecting the 2018 water and wastewater / storm user fees, charges and rates set out in recommendations (a) through (k) of Report FCS17081; and,
- (s) That Project 4411506103 Pier 8 Pumping Station originally approved to be funded by tax supported debt in the amount of \$3 M be now funded from Wastewater Reserve 108005.

3. Woodward Upgrade Project - Services During Construction Fees (PW17092) (City Wide) (Item 6.1)

That Report PW17092, respecting the Woodward Upgrade Project services during construction fees, be received.

4. Parks North Yard at Bayfront Park Servicing West Harbour (PW17093) (City Wide) (Item 8.1)

That Report PW17093, respecting the Parks North Yard at Bayfront Park Servicing West Harbour, be received.

5. Surplus School Property at 155 East 26th Street known as Eastmount Park Elementary School (PW17094) (Ward 7) (Item 8.2)

That Report PW17094, respecting the Surplus School Property at 155 East 26th Street known as Eastmount Park Elementary School, be received.

6. Consolidation and Disposition of Municipal Community Halls (PW17104 / CES17048) (City Wide) (Item 8.3)

That Report PW17104 / CES17048, respecting the Consolidation and Disposition of Municipal Community Halls, be received.

7. Capital Lifecycle Renewal - Hamilton Convention Centre Exterior Structural Rehabilitation (PW17090) (City Wide) (Item 8.4)

That Report PW17090, respecting the Capital Lifecycle Renewal - Hamilton Convention Centre Exterior Structural Rehabilitation, be received.

8. Capital Lifecycle Renewal - First Ontario Centre Vertical Transportation (PW17095) (City Wide) (Item 8.5)

That Report PW17095, respecting the Capital Lifecycle Renewal - First Ontario Centre Vertical Transportation, be received.

9. Enterprise Kronos (HUR17017/FCS17093) (City Wide) (Outstanding Business List) (Item 8.6)

That Report HUR17017/FCS17093, respecting Enterprise Kronos, be received.

10. FirstOntario Centre Vertical Transportation (PW17095(a)/LS17043) (Item 12.1)

That Report PW17095(a)/LS17043, respecting FirstOntario Centre Vertical Transportation, remain confidential.

11. Capital Lifecycle Renewal – Hamilton Convention Centre Repairs (PW17090(a)/LS17044) (City Wide) (Item 12.2)

That Report PW17090(a)/LS17044, respecting the Capital Lifecycle Renewal – Hamilton Convention Centre Repairs, remain confidential.

12. 2018 Tax Supported Capital Budget (FCS17099) (City Wide) (Item 7.1)

- (a) That the 2018 Tax Supported Capital Levy in the amount of \$110,454,000 be approved;
- (b) That the 2018 Tax Supported Capital Budget and Financing Plan in the amount of **\$235,921,000**, attached as Appendix “H”, **as amended**, to Report 17-022, be approved;
- (c) That the Tax Supported Discretionary Net Capital Funding Forecast 2018 – 2027, attached as Appendix “I”, **as amended**, to Report 17-022, which assumes:
 - (i) a 0.5% Residential Property Tax increase in each year from 2019 to 2021; and,
 - (ii) an additional Property Tax increase of 0.66% in 2019 , 0.61% in 2020 and 0.27% in 2021 to fund the debt charges associated with the City’s share of Capital Levy Funding required for Public Transit Infrastructure Fund (PTIF) Capital Investments;

be approved, in principle, and re-visited by Council each budget year;

- (d) That the operating and Full Time Equivalent (FTE) impacts of the Gage Park Tropical House (4451451004), in the amount of \$65,000 and 0.67 FTE, included in Appendix "J" to Report 17-022, be incorporated into the 2018 Tax Supported Operating Budget, subject to approval of the 2018 Tax Supported Capital Budget funding of Gage Park Tropical House;
- (e) That the operating budget and FTE impacts of the 2018 Tax Supported Capital Budget, estimated to be \$2,206,990 and 15.77 FTEs, attached as Appendix "J" to Report 17-022, be incorporated into the 2019, or future, Tax Supported Operating Budgets;
- (f) That the reserve funding included in the 2018 Tax Supported Capital Budget totalling **\$49,992,000**, attached as Appendix "K", **as amended**, to Report 17-022, be approved;
- (g) That funding from previously approved projects (WIP's) included in the 2018 Tax Capital Budget totalling **\$13,473,000**, as attached in Appendix "L", **as amended**, to Report 17-022, be approved and any relevant projects be referred to the Capital Project Work-in-Progress Sub-Committee for closure;
- (h) That the General Manager, Finance and Corporate Services be authorized to negotiate the terms and placement of a debenture issue(s), and/or private placement debenture issue(s) in either a public or private market, and/or bank loan agreement and debenture issue(s), and/or variable interest rate bank loan agreement and debenture issue(s), in an amount not to exceed \$20,447,000 Canadian currency, which includes \$12,393,000 Canadian currency in Tax Supported debt and \$8,054,000 in Development Charges Supported debt;
- (i) That the General Manger, Finance and Corporate Services be authorized to negotiate the terms and placement of a debenture issue(s), and/or private placement debenture issue(s) in either a public or private market, and/or bank loan agreement and debenture issue(s), and/or variable interest rate bank loan agreement and debenture issue(s), in an amount not to exceed \$42,137,000, as attached in Appendix "M" to Report 17-022, which includes \$16,615,000 in Rate Supported debt and \$25,522,000 in Development Charges Supported debt;
- (j) That the General Manager, Finance and Corporate Services be authorized to engage all required professional services to secure the terms and issuance of the debenture issue(s) described in subsections (h) and (i) to include, but not be limited to, external legal counsel, fiscal agents, and Infrastructure Ontario's Loan Program;

- (k) That the General Manager, Finance and Corporate Services, the Mayor and the City Clerk be authorized and directed to enter into and/or execute, on behalf of the City of Hamilton, all agreements and necessary ancillary documents requiring their respective signatures to secure the terms and issuance of the debenture issue(s) described in subsections (h), (i) and (j), in a form satisfactory to the City Solicitor;
- (l) That staff be directed to prepare the necessary By-Law(s) to authorize the debenture issue(s) negotiated, placed and secured in accordance with subsections (h), (i) and (j); and,
- (m) That the Erosion Leachate-Rennie Brampton project (5120392305) in the amount of \$913,000 be funded from the Working Capital Reserve.

13. 2018 a Tax Supported Capital Budget (FCS17099(a)) (City Wide) (Item 7.1(a))

Report FCS17099(a), respecting the 2018 a Tax Supported Capital Budget, was received.

14. Hamilton Police Services Board Report 17-122 – Hamilton Police Service Projected Capital Expenditures 2018-2027 (Item 8.1)

(a) That the 2018 Capital Expenditures outlined in the Hamilton Police Services Board Report 17-122, be received; and,

(b) That the 2019 - 2027 Capital Expenditures outlined in the Hamilton Police Services Board Report 17-122, be flagged for future Tax Capital Budget years.

15. Capital Lifecycle Renewal – FirstOntario Centre Vertical Transportation (PW17095(b)) (City Wide) (Item 8.2)

That Option “A”, respecting the FirstOntario Centre Vertical Transportation, as shown below, be approved:

Option A:

Scope & Construction Value

- i. Replacement of 4 Existing Escalators with new escalators - \$1.3M

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- ii. Remove 3 Escalators for replacement with Stairs - \$0.27M.
- iii. Refurbish Existing Passenger (1) & Freight (1) Elevators - \$1.04M.
- iv. Install New Passenger Elevator (SAI Option 1) - \$0.675M.
- v. Cash Allowances - \$0.200M.

Budget Subtotal	
Construction Value:	\$3.485M
<u>Soft Costs & Contingencies:</u>	<u>\$0.815M</u>
Total:	\$4.3M

16. Sports, Entertainment and Convention Venues Review (Item 9.1)

WHEREAS, the FirstOntario Concert Hall (formerly Hamilton Place), the Hamilton Convention Centre, and the FirstOntario Centre (formerly Copps Coliseum) were built in 1973, 1981, and 1985 respectively;

WHEREAS, these Sports, Entertainment, and Convention venues have been major sources of community use and enjoyment;

WHEREAS, these venues have attracted Canadian and International performances, major events, and millions of attendees to our city;

WHEREAS, these venues continue to drive significant economic value to the city's restaurants, bars, retail shops and hotels each year;

WHEREAS, the aging of these venues has created a significant and increasing need for capital reinvestment;

WHEREAS, the total annual capital funding envelope for all 3 venues is only \$800,000;

WHEREAS, it has been identified that the cost of immediate repairs needed to the Convention Centre's exterior is estimated at \$2 million;

WHEREAS, it has been identified that the cost to replace end of life escalators and elevators at FirstOntario Centre is estimated at \$4.3 million;

WHEREAS, a recent report, CM17008 regarding the updating of the FirstOntario Centre, identified that a partial upgrade to the existing facility with remodelling of

key areas would cost an estimated \$68 million and a full transformation would cost an estimated \$252 million; and,

WHEREAS, a motion was approved by Council on March 9, 2016 to direct the City Manager to establish a task force of subject matter experts, to identify strategic opportunities and to achieve realizable outcomes related to the City's real estate interests;

THEREFORE BE IT RESOLVED:

- (a) That staff be directed to investigate the opportunities for the redevelopment of the FirstOntario Centre, the Hamilton Convention Centre, **the Hamilton Art Gallery** and the FirstOntario Concert Hall, with the investigation to included, but not be limited to, an examination of:
 - (i) developers' interest in creating a sports and entertainment precinct; and,
 - (ii) potential for the precinct to include an arena, a convention centre, a concert hall, residential, and retail;
- (b) That the potential sale and/or transfer of ownership of the FirstOntario Centre, the Hamilton Convention Centre, **the Hamilton Art Gallery** and the FirstOntario Concert Hall properties, as the City's financial contribution towards a future development, be considered;
- (c) That staff be directed to seek input from community stakeholders, industry experts, and comparator municipalities and report back to the General Issues Committee with recommendations regarding the scope of work and the process to move forward;
- (d) That staff be directed to conduct the appropriate due diligence in the event that staff receives an unsolicited proposal outlining a development proposal for any or all of the properties in question: the FirstOntario Centre, the Hamilton Convention Centre, **the Hamilton Art Gallery** and the FirstOntario Concert Hall that secures private investment funds;
- (e) That any discussion regarding the location of a new arena not be limited to the Hamilton downtown core; and,
- (f) That an open, transparent and highly publized process, aimed at engaging citizens across the city for their input, be implemented.

FOR INFORMATION:

November 10, 2017:

(a) CHANGES TO THE AGENDA (Item 1)

The Committee Clerk advised of the following changes to the agenda:

1. ADDED DELEGATION REQUESTS (Item 4)

- 4.1 Don McLean, respecting the 2018 Capital Transit Budget (For the November 10, 2017 GIC Budget meeting.)

2. DELEGATIONS (Item 5)

This category has been added to the agenda as Item 5.

3. PRESENTATIONS (Item 6)

- 6.1 Item 4.1 - 2018 Transit Capital Presentation has been renumbered to Item 6.1.

The balance of the agenda has been renumbered accordingly.

The agenda for the November 10, 2017 General Issues Committee (Budget) meeting was approved, as amended.

(b) DECLARATIONS OF INTEREST (Item 2)

There were no declarations of interest.

(c) APPROVAL OF MINUTES OF THE PREVIOUS MEETING (Item 3)

(i) October 20, 2017 (Item 3.1)

The Minutes of the October 20, 2017 General Issues Committee (Budget) meeting were approved, as presented.

(d) DELEGATION REQUEST (Item 4)

(i) Don McLean, respecting the 2018 Capital Transit Budget (Item 4.1)

The delegation request, submitted by Don McLean, respecting the 2018 Capital Transit Budget, was approved to appear before the General Issues Committee on November 10, 2017.

The delegation by Don McLean, respecting the 2018 Capital Transit Budget, was heard after the staff presentation.

(e) DELEGATIONS (Item 5)

(i) Don McLean, respecting the 2018 Capital Transit Budget (Item 5.1)

Don McLean addressed Committee respecting the 2018 Capital Transit Budget.

The verbal presentation provided by Don McLean, respecting the 2018 Capital Transit Budget, was received.

(f) PRESENTATIONS (Item 6)

(i) 2018 Transit Capital Presentation (Item 6.1)

Debbie Dalle Vedove, Director of Transit, addressed Committee and provided a PowerPoint presentation respecting the 2018 Transit Capital Budget.

The presentation, respecting the 2018 Transit Capital budget was received.

A copy of the presentation is available on the City's website at www.hamilton.ca or through the Office of the City Clerk.

(g) ADJOURNMENT (Item 13)

There being no further business, the General Issues Committee (Budget) adjourned at 11:56 a.m.

November 17, 2017 – 17-022(c):

(a) CHANGES TO THE AGENDA (Item 1)

There were no changes to the agenda.

The agenda for the November 17, 2017 General Issues Committee (Budget) meeting was approved, as presented

(b) DECLARATIONS OF INTEREST (Item 2)

There were no declarations of interest.

(c) APPROVAL OF MINUTES OF THE PREVIOUS MEETING (Item 3)

(i) November 10, 2017 (Item 3.1)

The Minutes of the November 10, 2017 General Issues Committee (Budget) meeting were approved, as presented.

(d) PRESENTATIONS (Item 6)

(i) Alectra Utilities Water, Wastewater and Storm 2017 Service Activity Report (FCS17080) (City Wide) (Item 5.1)

Eileen Campbell, Vice President of Customer Service for Alectra Utilities, addressed Committee and provided a PowerPoint presentation respecting Report FCS17080 – the Alectra Utilities water, wastewater and storm 2017 service activity report.

The presentation, respecting the Report FCS17080 – the Alectra Utilities water, wastewater and storm 2017 service activity report, was received.

A copy of the presentation is available on the City's website at www.hamilton.ca or through the Office of the City Clerk.

For disposition of this matter, please refer to Item 1.

(ii) 2018 Recommended Water, Wastewater and Stormwater Budget (FCS17081) (City Wide) (Item 5.2)

Andrew Grice, Acting Director of Hamilton Water; and, Brian McMullan, Director of Financial Planning and Policy, addressed Committee and provide a PowerPoint presentation respecting Report FCS17081, the 2018 Recommended Water, Wastewater and Stormwater Budget.

The presentation, respecting Report FCS17081, the 2018 Recommended Water, Wastewater and Stormwater Budget, was received.

A copy of the presentation is available on the City's website at www.hamilton.ca or through the Office of the City Clerk.

For disposition of this matter, please refer to Item 2.

(e) ADJOURNMENT (Item 13)

There being no further business, the General Issues Committee (Budget) adjourned at 11:41a.m.

November 24, 2017 – 17-022(d)

(a) CHANGES TO THE AGENDA (Item 1)

The Committee Clerk advised of the following changes to the agenda:

1. DISCUSSION ITEMS (Item 8)

The budget submissions for the following reports have been included in the 2018 Tax Capital Budget books and are included in Report FCS17009 (Item 7.1); making the recommendations in the following reports redundant as they are duplicate. Therefore, the following reports are to be "received" only, after any discussion has taken place:

- 8.1 Parks North Yard at Bayfront Park Servicing West Harbour (PW17093) (City Wide)
- 8.2 Surplus School Property at 155 East 26th Street known as Eastmount Park Elementary School (PW17094) (Ward 7)

- 8.3 Consolidation and Disposition of Municipal Community Halls (PW17104 / CES17048) (City Wide)
- 8.4 Capital Lifecycle Renewal - Hamilton Convention Centre Exterior Structural Rehabilitation (PW17090) (City Wide)
- 8.5 Capital Lifecycle Renewal - First Ontario Centre Vertical Transportation (PW17095) (City Wide)

The following report has been added and the budget submissions contained in Item 8.7 have not been included in the 2018 Tax Capital Budget books provided to Council:

- 8.7 Hamilton Police Services Board Report 17-122 – Hamilton Police Service Projected Capital Expenditures 2018-2027

2. NOTICES OF MOTION (Item 10)

- 10.1 Sports, Entertainment and Convention Venues Review

The agenda for the November 24, 2017 General Issues Committee (Budget) meeting was approved, as amended.

(b) DECLARATIONS OF INTEREST (Item 2)

There were no declarations of interest.

(c) APPROVAL OF MINUTES OF THE PREVIOUS MEETING (Item 3)

(i) November 17, 2017 (Item 3.1)

The Minutes of the November 17, 2017 General Issues Committee (Budget) meeting were approved, as presented.

(d) PRESENTATIONS (Item 6)

(i) 2018 Tax Supported Capital Budget (FCS17099) (City Wide) (Item 7.1)

Mike Zegarac, General Manager of Finance and Corporate Services, addressed Committee and provided a PowerPoint presentation respecting Report FCS17099 – 2018 Tax Supported Capital Budget.

The presentation, respecting the 2018 Tax Supported Capital Budget was received.

A copy of the presentation is available on the City's website at www.hamilton.ca or through the Office of the City Clerk.

Report FCS17099, respecting the 2018 Tax Supported Capital Budget, was TABLED to the December 1, 2017 General Issues Committee (Budget) meeting.

(e) DISCUSSION ITEMS (Item 8)

(i) Capital Lifecycle Renewal - Hamilton Convention Centre Exterior Structural Rehabilitation (PW17090) (City Wide) (Item 8.4)

Discussion of Report PW17090, respecting the Capital Lifecycle Renewal - Hamilton Convention Centre Exterior Structural Rehabilitation, was deferred until after discussion of Report PW17090(a)/LS17044, respecting Capital Lifecycle Renewal – Hamilton Convention Centre Repairs.

(ii) Capital Lifecycle Renewal - First Ontario Centre Vertical Transportation (PW17095) (City Wide) (Item 8.5)

Discussion of Report PW17095, respecting the Capital Lifecycle Renewal - First Ontario Centre Vertical Transportation, was deferred until after discussion of Report PW17090(a)/LS17044, respecting the Capital Lifecycle Renewal – Hamilton Convention Centre Repairs (PW17090(a)/LS17044).

(i) Hamilton Police Services Board Report 17-122 – Hamilton Police Service Projected Capital Expenditures 2018-2027 (Item 8.7)

The Hamilton Police Services Board Report 17-122 – Hamilton Police Service Projected Capital Expenditures 2018-2027, was TABLED to the December 1, 2017 General Issues Committee Budget meeting.

(f) NOTICES OF MOTION (Item 10)

Councillor Merulla introduced the following Notice of Motion:

(i) Sports, Entertainment and Convention Venues Review (Item 10.1)

WHEREAS, the FirstOntario Concert Hall (formerly Hamilton Place), the Hamilton Convention Centre, and the FirstOntario Centre (formerly Copps Coliseum) were built in 1973, 1981, and 1985 respectively;

WHEREAS, these Sports, Entertainment, and Convention venues have been major sources of community use and enjoyment;

WHEREAS, these venues have attracted Canadian and International performances, major events, and millions of attendees to our city;

WHEREAS, these venues continue to drive significant economic value to the city's restaurants, bars, retail shops and hotels each year;

WHEREAS, the aging of these venues has created a significant and increasing need for capital reinvestment;

WHEREAS, the total annual capital funding envelope for all 3 venues is only \$800,000;

WHEREAS, it has been identified that the cost of immediate repairs needed to the Convention Centre's exterior is estimated at \$2 million;

WHEREAS, it has been identified that the cost to replace end of life escalators and elevators at FirstOntario Centre is estimated at \$4.3 million;

WHEREAS, a recent report CM17008 regarding the updating of the FirstOntario Centre identified that a partial upgrade to the existing facility with remodelling of key areas would cost an estimated \$68 million and a full transformation would cost an estimated \$252 million;

WHEREAS, a motion was approved by Council on March 9, 2016 to direct the City Manager to establish a task force of subject matter experts, to identify strategic opportunities and to achieve realizable outcomes related to the City's real estate interests;

THEREFORE BE IT RESOLVED:

- (a) That staff be directed to investigate the opportunities for the redevelopment of the FirstOntario Centre, the Hamilton Convention Centre, and the FirstOntario Concert Hall, with the investigation to included, but not be limited to, an examination of:
 - (i) developers' interest in creating a sports and entertainment precinct; and,
 - (ii) potential for the precinct to include an arena, a convention centre, a concert hall, condominiums, and retail; and,
- (b) That the potential transfer of ownership of the FirstOntario Centre, the Hamilton Convention Centre, and the FirstOntario Concert Hall properties, as the City's financial contribution towards a future development, be considered;
- (c) That staff be directed to seek input from community stakeholders, industry experts, and comparator municipalities and report back to the General Issues Committee with recommendations regarding the scope of work and the process to move forward;
- (d) That staff be directed to conduct the appropriate due diligence in the event that staff receives an unsolicited proposal outlining a development proposal for any or all of the properties in question: the FirstOntario Centre, the Hamilton Convention Centre, and the FirstOntario Concert Hall that secures private investment funds;
- (e) That any discussion regarding the location of a new arena not be limited to the Hamilton downtown core; and,
- (f) That an open, transparent and highly publized process, aimed at engaging citizens across the city for their input, be implemented.

(g) PRIVATE & CONFIDENTIAL (Item 12)

Committee moved into Closed Session, respecting Items 12.2 and 12.3, pursuant to Section 8.1, Sub-sections (a), (e) and (f) of the City's Procedural By-law 14-300, and Section 239(2), Sub-sections (a), (e) and (f) of the *Ontario Municipal Act*, 2001, as amended, as the subject matter pertains to the security of the property of the City; litigation or potential litigation, including matters before administrative tribunals, affecting the City; and, the receiving of advice that is subject to solicitor-client privilege, including communications necessary for that purpose.

(h) ADJOURNMENT (Item 13)

There being no further business, the General Issues Committee (Budget) adjourned at 2:19 p.m.

December 1, 2017:

(a) CHANGES TO THE AGENDA (Item 1)

The Committee Clerk advised of the following changes to the agenda:

1. MINUTES OF PREVIOUS MEETING (Item 3)

3.1 November 24, 2017 – REVISED

2. PRESENTATION (Item 7)

7.1(a) 2018 a Tax Supported Capital Budget (FCS17099(a)) (City Wide)

3. DISCUSSION ITEMS (Item 8)

8.2 Capital Lifecycle Renewal – FirstOntario Centre Vertical Transportation (PW17095(b)) (City Wide)

4. MOTIONS (Item 9)

- 9.2 Motion to Amend Appendix “G” to Report FCS17081, respecting the 2018 Recommended Water, Wastewater and Stormwater Budget

The agenda for the December 1, 2017 General Issues Committee (Budget) meeting was approved, as amended.

(b) DECLARATIONS OF INTEREST (Item 2)

There were no declarations of interest.

(c) APPROVAL OF MINUTES OF THE PREVIOUS MEETING (Item 3)

(i) November 24, 2017 (Item 3.1)

The revised Minutes of the November 24, 2017 General Issues Committee (Budget) meeting were approved, as presented.

(d) PRESENTATIONS (Item 7)

(i) 2018 Tax Supported Capital Budget (FCS17099) (City Wide) (Item 7.1)

Mike Zegarac, General Manager of Finance and Corporate Services, addressed Committee and provided a PowerPoint presentation respecting Report FCS17099 – 2018 Tax Supported Capital Budget.

The presentation, respecting the 2018 Tax Supported Capital Budget, was received.

A copy of the presentation is available on the City's website at www.hamilton.ca or through the Office of the City Clerk.

- (a) Report FCS17099, respecting the 2018 Tax Capital Budget, was amended by deleting sub-sections (h), (i), (j) and (k) in their entirety, and replacing them with the following in lieu thereof:

- ~~(h) — That the General Manager, Finance and Corporate Services be authorized to negotiate the terms and placement of a debenture issue(s), and/or private placement debenture issue(s), and/or bank loan agreement and debenture issue(s), and/or variable interest rate bank loan agreement and debenture issue(s), in an amount not to exceed \$21,844,000 related to the 2018 Tax Supported Capital Budget, as attached in Appendix “A” to Report FCS17099, which includes \$13,790,000 in Tax Supported debt and \$8,054,000 in Development Charges Tax Supported debt;~~
- ~~(i) — That the General Manager, Finance and Corporate Services be authorized to negotiate the terms and placement of a debenture issue(s), and/or private placement debenture issue(s), and/or bank loan agreement and debenture issue(s), and/or variable interest rate bank loan agreement and debenture issue(s), in an amount not to exceed \$42,137,000 related to the 2018 Rate Supported Capital Budget, as attached in Appendix “G” to Report FCS17099, which includes \$16,615,000 in Rate Supported debt and \$25,522,000 in Development Charges Rate Supported debt;~~
- ~~(j) — That the General Manager, Finance and Corporate Services and Mayor be authorized to negotiate and execute all required documentation satisfactory to the City Solicitor to secure the terms and issuance of a debenture issue(s), and/or private placement debenture issue(s), and/or bank loan agreement and debenture issue(s), and/or variable interest rate bank loan agreement and debenture issue(s); and to engage the services of a fiscal agent(s), and/or Infrastructure Ontario’s Loan Program, and outside legal counsel; and to enter into all agreements necessary, including Letter(s) of Representation with The Canadian Depository for Securities Limited;~~
- ~~(k) — That a By-Law(s) be passed authorizing the debenture issue(s), and/or private placement debenture issue(s), and/or bank loan agreement and debenture issue(s), and/or variable interest rate bank loan agreement and debenture issue(s), as negotiated and placed in accordance with recommendation (h) and (i) above.~~

- (h) That the General Manager, Finance and Corporate Services be authorized to negotiate the terms and placement of a debenture issue(s), and/or private placement debenture issue(s) in either a public or private market, and/or bank loan agreement and debenture issue(s), and/or variable interest rate bank loan agreement and debenture issue(s), in an amount not to exceed \$20,447,000 Canadian currency, which includes \$12,393,000 Canadian currency in Tax Supported debt and \$8,054,000 in Development Charges Supported debt;**
- (i) That the General Manager, Finance and Corporate Services be authorized to negotiate the terms and placement of a debenture issue(s), and/or private placement debenture issue(s) in either a public or private market, and/or bank loan agreement and debenture issue(s), and/or variable interest rate bank loan agreement and debenture issue(s), in an amount not to exceed \$42,137,000, as attached in Appendix “G” to Report FCS17099, which includes \$16,615,000 in Rate Supported debt and \$25,522,000 in Development Charges Supported debt;**
- (j) That the General Manager, Finance and Corporate Services be authorized to engage all required professional services to secure the terms and issuance of the debenture issue(s) described in subsections (h) and (i) to include, but not limited to, external legal counsel, fiscal agents, and Infrastructure Ontario’s Loan Program;**
- (k) That the General Manager, Finance and Corporate Services, the Mayor and the City Clerk are each authorized and directed to enter into and/or execute, on behalf of the City of Hamilton, all agreements and necessary ancillary documents requiring their respective signatures to secure the terms and issuance of the debenture issue(s) described in subsections (h), (i) and (j), in a form satisfactory to the City Solicitor; and,**

(b) That Report FCS17099, respecting the 2018 Tax Capital Budget, be further amended by adding a new sub-section (l), which reads as follows and relettering the balance accordingly:

(l) That staff be directed to prepare the necessary By-Law(s) to authorize the debenture issue(s) negotiated, placed and secured in accordance with subsections (h), (i) and (j).

(e) DISCUSSION ITEMS (Item 8)

(i) Hamilton Police Services Board Report 17-122 – Hamilton Police Service Projected Capital Expenditures 2018-2027 (Item 8.1)

Councillor M. Green wished to be recorded as OPPOSED to Item 8.1.

(f) MOTIONS (Item 9)

(i) Motion to Amend Appendix “G” to Report FCS17081, respecting the 2018 Recommended Water, Wastewater and Stormwater Budget (Item 9.2)

Appendix “G” to Report FCS17081, respecting the 2018 Recommended Water, Wastewater and Stormwater Budget, which was before Committee on November 17, 2017 and is not yet approved by Council, was amended by:

- (i) deleting the Dept ID and Account Number beside the heading of “Metals”;
- (ii) deleting Reference Number 16 – Hydride Generation in its entirety;
- (iii) deleting Reference Number 16a) – Arsenic in its entirety;
- (iv) deleting Reference Number 16b) – Antimony in its entirety;
- (v) deleting Reference Number 16c) – Selenium in its entirety;
- (vi) deleting Reference Number 17 – ICP Scan Wastewater in its entirety;

- (vii) adding ICP OES Scan (Wastewater) with a proposed fee of \$53.75;
- (viii) deleting Reference Number 19a) – Lead in its entirety;
- (ix) deleting Reference Number 19b) – Cadmium in its entirety; and,
- (x) by renumbering the balance of the References accordingly, to read as shown in Appendix “A” attached hereto.

(g) PRIVATE & CONFIDENTIAL (Item 12)

(i) Closed Session Minutes – November 24, 2017 (Item 12.1)

- (a) The Closed Session Minutes of the November 24, 2017 General Issues Committee (Budget) meeting, were approved; and,
- (b) The Closed Session Minutes of the November 24, 2017 General Issues Committee (Budget) meeting shall remain confidential.

(h) ADJOURNMENT (Item 13)

There being no further business, the General Issues Committee (Budget) adjourned at 1:32 p.m.

Respectfully Submitted

B. Johnson, Deputy Mayor
Chair, General Issues Committee

J. Farr, Acting Deputy Mayor
Chair, General Issues Committee

Stephanie Paparella
Legislative Coordinator
Office of the City Clerk

R. Pasuta, Deputy Mayor
Chair, General Issues Committee