



PUBLIC MINUTES
STANDING POLICY COMMITTEE ON FINANCE

Monday, December 5, 2016, 2:00 p.m.
Council Chamber, City Hall

PRESENT: Councillor A. Iwanchuk, Chair
Councillor R. Donauer, Vice-Chair
His Worship Mayor C. Clark (Ex-Officio)
Councillor C. Block
Councillor B. Dubois
Councillor S. Gersher

ALSO PRESENT: CFO/General Manager, Asset & Financial Management K. Tarasoff
Solicitor B. Bleakney
Deputy City Clerk D. Kanak
Committee Assistant H. Thompson

1. CALL TO ORDER

The meeting was called to order at 2:00 p.m.

2. CONFIRMATION OF AGENDA

Moved By: Councillor Dubois

That the agenda be confirmed as presented and that the speakers be heard.

In Favour: Mayor C. Clark, Councillor Block, Councillor Donauer, Councillor Dubois,
Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

3. DECLARATION OF CONFLICT OF INTEREST

There were no declarations of conflict of interest.

4. ADOPTION OF MINUTES

Moved By: Councillor Donauer

That the minutes of Regular Meeting of the Standing Policy Committee on Finance held on November 7, 2016 be adopted.

In Favour: Mayor C. Clark, Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

5. UNFINISHED BUSINESS

6. COMMUNICATIONS (requiring the direction of the Committee)

6.1 Delegated Authority Matters

6.2 Matters Requiring Direction

6.2.1 Proposed Member's Resolutions for The Art Gallery of Saskatchewan Inc. and The Saskatoon Art Gallery and Conservatory Corporation [CK. 175-27]

A letter dated October 31, 2016, from Mr. Alain Gaucher, Chair, Board of Directors, Remai Modern, regarding proposed resolutions for the transfer of the Mendel Art Gallery Foundation Inc. to the Remai Modern Foundation Inc., as part of the transition toward winding up the Mendel Art Gallery and opening Remai Modern, was provided.

A report of the City Solicitor was also provided and reviewed by Solicitor Bleakney.

Mr. Alain Gaucher, Board Chair, Remai Modern advised the Committee regarding the transition from the Mendel Art Gallery Foundation Inc. to the Remai Modern Foundation Inc.

Moved By: Councillor Donauer

That the Standing Policy Committee on Finance recommend to City Council:

That the City of Saskatoon, being the Member of The Art Gallery of Saskatchewan Inc. and the Member of the Saskatoon Gallery and

Conservatory Corporation, appoint His Worship Mayor Clark (or his designate) of the City of Saskatoon, in the Province of Saskatchewan, as its proxy to vote on its behalf at the December Member's meetings of the Saskatoon Gallery and Conservatory Corporation and the Remai Modern Art Gallery of Saskatchewan for the approval of the Member's Resolutions for The Art Gallery of Saskatchewan Inc. and The Saskatoon Art Gallery and Conservatory Corporation, to be held on the 20th day of December, 2016, or at any adjournment of adjournments thereof.

In Favour: Mayor C. Clark, Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

6.2.2 Proposed Changes to Art Gallery of Saskatchewan Inc. (Remai Modern) Articles and Bylaws [CK. 175-27, x 620-5]

Letters dated November 24, 2016 and November 3, 2016, from Alain Gaucher, Board Chair, Remai Modern, regarding proposed changes to Art Gallery of Saskatchewan Inc. articles and bylaws, along with a summary of the proposed changes, copies of the articles and bylaws, and a request to speak.

A request to speak from Mr. Gaucher, Board Chair, Remai Modern on the above matter was provided.

Solicitor Bleakney provided information on matters relating to the proposed changes to the articles and bylaws, including options available to the Committee and possible policy implications.

Mr. Alain Gaucher, Board Chair, Remai Modern advised the Committee regarding proposed changes in the articles and bylaws.

The Committee reviewed the proposed changes including, but not limited to:

- increasing the maximum member of Directors from 14 to 16;
- allowing up to 4 Directors to reside outside the City; and
- allowing the past-Chair to remain on the Board as a voting member for one additional year, beyond the six-year maximum.

His Worship The Mayor left the meeting at 3:09 p.m. and was not present for the vote.

Moved By: Councillor Donauer

That the Standing Policy Committee on Finance recommend to City Council:

1. That the City of Saskatoon, being the Member of The Art Gallery of Saskatchewan Inc., appoint His Worship Mayor Clark (or his designate) of the City of Saskatoon, in the Province of Saskatchewan, as its proxy to vote on its behalf at the December Member's meeting of the Remai Modern Art Gallery of Saskatchewan, to vote against the proposed changes to The Art Gallery of Saskatchewan Inc. Articles and Bylaws, to be held on the 20th day of December, 2016, or at any adjournment of adjournments thereof; and
2. That the matter of proposed changes to The Art Gallery of Saskatchewan Inc. Articles and Bylaws be referred to the Leadership Team Governance Committee for further review and report in time for the 2018 board appointments.

(His Worship the Mayor was not present for the vote.)

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

6.3 Requests to Speak (new matters)

6.3.1 Remai Modern Opening [File No. CK. 620-5, x 175-27]

A request to speak from Mr. Alain Gaucher, Board Chair, Remai Modern, on the above matter, was provided.

Mr. Alain Gaucher provided a presentation to the Committee highlighting the estimated time for construction completion , onboarding, moving and art installation and exhibit set up. A single opening approach is planned for the Remai Modern opening.

Moved By: Councillor Dubois

That the information be received.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

6.3.2 SREDA's 2016/2017 Report to the City of Saskatoon [File No. CK. 1870-10]

A request to speak, along with the above report, was received from Alex L. Fallon, President & Chief Executive Officer, Saskatoon Regional Economic Development Authority.

Request to speak - Mr. Alex Fallon, President & Chief Executive Officer, Saskatoon Regional Economic Development Authority advised the Committee regarding achievements of the 2016 key performance indicators and the focus for the 2017 key performance indicators.

Moved By: Councillor Donauer

That a report be submitted to City Council recommending:

1. That the information be received;
2. That a bonus payment of \$118,750 to the Saskatoon Regional Economic Development Authority Inc. be approved; and
3. That SREDA's 2017 Key Performance Indicators and Targets be approved.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

7. REPORTS FROM ADMINISTRATION

7.1 Delegated Authority Matters

7.1.1 Internal Audit Budget Information Update - November 2016 [CK. 1600-3 and AF. 1600-1]

Moved By: Councillor Donauer

That the report of the CFO/General Manager, Asset and Financial Management Department, dated December 5, 2016, be received as information.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

**7.1.2 Request to Sell City-Owned Property - 410 5th Avenue North
[CK. 4215-1, AF. 4110-1 and LS. 4110-1]**

Moved By: Councillor Dubois

1. That the Director of Saskatoon Land be authorized to sell Lots 29 and 30, Block 181, Plan 99SA24455, located at 410 – 5th Avenue North in the City Park neighbourhood through an open market (standard terms) approach in compliance with the terms and conditions outlined in the December 5, 2016 report of the CFO/General Manager, Asset & Financial Management;
2. That if no offers are received for this parcel over a 60-day offer acceptance period, the parcel remain for sale over-the-counter until an acceptable market price offer is received;
3. That the Director of Saskatoon Land be authorized to administer architectural controls as a condition of sale for this parcel; and
4. That the City Solicitor be requested to prepare the appropriate agreement and that His Worship the Mayor and the City Clerk be authorized to execute the agreement under the Corporate Seal.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

7.2 Matters Requiring Direction

7.2.1 SREDA Business Incentives - 2016 Tax Abatements [CK. 3500-13, AF. 3600-2-1, and x 1965-1]

Moved By: Councillor Donauer

That the Standing Policy Committee on Finance recommend to City Council that the tax incentive abatements as determined by the Saskatoon Regional Economic Development Authority (SREDA) be approved.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

7.2.2 Incentive Application - 9 Mile Legacy Brewing Company [CK. 3500-13, AF. 3500-1]

The CFO/General Manager, Asset and Financial Management Department confirmed that future reports would also include forecasts of the positive financial implications of revenue from the incremental portion of taxes.

Moved By: Councillor Donauer

That the Standing Policy Committee on Finance recommend to City Council:

1. That the application from 9 Mile Legacy Brewing Company for a five-year tax abatement on the incremental portion of taxes at 229 20th Street West, as a result of its expansion in 2016, be approved as follows:

- 100% in Year 1
- 80% in Year 2
- 70% in Year 3
- 60% in Year 4
- 50% in Year 5

2. That the City Solicitor be instructed to prepare the appropriate agreements and that His Worship the Mayor and the City Clerk be authorized to execute these agreements under the Corporate Seal.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

7.2.3 Incentive Application - Fire Sand Real Estate Ltd. [CK. 3500-13 and AF. 3500-1]

Moved By: Councillor Block

That the Standing Policy Committee on Finance recommend to City Council:

1. That the application from Fire Sand Real Estate Ltd. for a five-year tax abatement on the incremental portion of taxes at 3639 Burron Avenue, as a result of its development in 2016, be approved as follows:

- 100% in Year 1
- 80% in Year 2
- 70% in Year 3
- 60% in Year 4
- 50% in Year 5

2. That the City Solicitor be instructed to prepare the appropriate agreements and that His Worship the Mayor and the City Clerk be authorized to execute these agreements under the Corporate Seal.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

7.2.4 Heavy Equipment Repairs and Repair Parts - Blanket Purchase Orders [CK. 1390-1 and AF. 1390-1]

Moved By: Councillor Dubois

That the Standing Policy Committee on Finance recommend to City Council:

1. That the Administration prepare multi-year blanket purchase orders for the following vendors, and estimated costs per year, for up to the next five years:

- Cervus Equipment - \$35,000
 - Frontline Truck and Trailer - \$80,000
 - Redhead Equipment - \$140,000
 - Brandt - \$45,000; and
2. That Purchasing Services, Asset and Financial Management Department, issue the appropriate blanket purchase orders

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

7.2.5 Summarized Reserve Analysis [CK. 1815-1 and AF. 1704-1]

Moved By: Councillor Dubois

That the Standing Policy Committee on Finance recommend to City Council:

1. That the creation of the following four new reserves be approved:
 - Facility Site Replacement Reserve
 - Forestry Farm Park and Zoo Capital Reserve
 - PotashCorp Playland Asset Replacement and Maintenance Reserve
 - Street Cleaning/Sweeping Equipment Acquisition Reserve;
2. That the Asphalt Plan Replacement Reserve and Landfill Buildings/Equipment Replacement Reserve be repealed;
3. That various housekeeping updates to reflect the City of Saskatoon's current corporate structure be approved;
4. That the changes be effective January 1, 2017;
5. That the City Clerk be requested to update Council Policy No. C03-003, Reserves for Future Expenditures; and
6. That the City Solicitor be requested to amend The Capital Reserve Bylaw No. 6774.

In Favour: Councillor Block, Councillor Donauer, Councillor Gersher, Councillor Dubois and Councillor Iwanchuk

CARRIED UNANIMOUSLY

7.2.6 Boychuk Interchange Land Acquisition [CK. 4020-1, x CK. 6000-1, AF. 4020-1 and LA. 4021-016-004]

Moved By: Councillor Dubois

That the Standing Policy Committee on Finance recommend to City Council:

1. That the Administration be authorized to purchase a portion of Surface Parcel # 120790425 from Larix Holdings Ltd. for the Boychuk Interchange Project as per the terms noted in the December 5, 2016 report of the General Manager, Transportation and Utilities Department;
2. That the City Solicitor be requested to prepare the appropriate agreement and that His Worship the Mayor and the City Clerk be authorized to execute the agreement under the Corporate Seal; and
3. That Project P2016 Boychuk Drive/Highway 16 Grade Separation be used as the funding source for this purchase, including legal and administrative costs and disbursements.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

7.2.7 Boychuk Interchange Land Exchange Agreement [CK. 4020-1, x 6000-1, AF. 4020-1 and LA. 4021-016-002]

Moved By: Councillor Dubois

That the Standing Policy Committee on Finance recommend to City Council:

1. That the Administration be authorized to enter into a tri-party land exchange agreement with 101204822 Saskatchewan Ltd. and the Rural Municipality of Corman Park No. 344 as per the terms noted in the December 5, 2016 report of the General Manager, Transportation and Utilities Department;
2. That the City Solicitor be requested to prepare the appropriate agreement and that His Worship the Mayor and the City Clerk

be authorized to execute the agreement under the Corporate Seal; and

3. That Project P2016 Boychuk Drive/Highway 16 Grade Separation be used as the funding source for this purchase, including legal and administrative costs and disbursements.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

7.2.8 2017 Commercial and Multi-Residential Revaluation [CK. 1616-1 and AF. 1615-8]

Moved By: Councillor Donauer

That the report of the CFO/General Manager, Asset and Financial Management Department, dated December 5, 2016, be forwarded to City Council for information.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

8. URGENT BUSINESS

9. MOTIONS (notice previously given)

10. GIVING NOTICE

11. IN CAMERA AGENDA ITEMS

Moved By: Councillor Block

That the Committee move *In Camera* to consider items 11.1 to 11.4.

In Favour: Councillor Block, Councillor Donauer, Councillor Dubois, Councillor Gersher and Councillor Iwanchuk

CARRIED UNANIMOUSLY

11.1 Land Sales [CK. 4215-1, AF. 4110-1 and LA. 4110-1]

*[In Camera - Economic/Financial - Land, Sections 17(1)d and (e)
LAFOIPP]*

11.2 Land Sales [CK. 4215-1, AF. 4131-1 and LA. 4110-1]

*[In Camera - Economic/Financial - Land, Section 17(1)(d) and (e)
LAFOIPP]*

11.3 Third Party Review [CK. 180-6, x 1870-10, AF. 181-4 and LS. 181-1]

[In Camera - Third Party Information - Section 18 - LAFOIPP]

11.4 Land Sales [CK. 4215-1, x 4131-32, AF. 4131-1 and LA. 4131-30]

*[In Camera - Economic/Financial - Land, Sections 17(1)d and (e)
LAFOIPP]*

12. ADJOURNMENT

The meeting adjourned at 4:00 p.m.

Councillor A. Iwanchuk, Chair

D. Kanak, Deputy City Clerk