

CORPORATE SERVICES, STRATEGIC PLANNING AND PROPERTY COMMITTEE

PROCEEDS OF DISPOSITION STATUS UPDATE

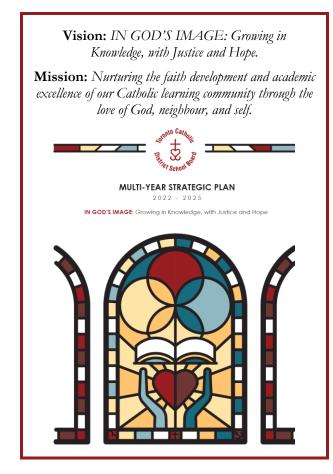
The fruit of the spirit is love, joy and peace.

Galatians 5:22

Drafted:Meeting Date:February 5, 2025February 13, 2025

- M. Loberto, Superintendent Planning and Development Services
- M. Zlomislic, Superintendent, Capital Development, Asset Management and Renewal
- K. Morra, Senior Controller and Head of Financial Services
- T. Liu, Controller, Financial Accounting and Reporting

INFORMATION REPORT



Brendan Browne
Director of Education

Adrian Della Mora Associate Director of Academic Affairs & Chief Operating Officer

Derek Boyce

Associate Director of Corporate Services and Chief Commercial Officer

Ryan Putnam Chief Financial Officer and Treasurer

A. EXECUTIVE SUMMARY

This report provides Trustees an update on the current Proceeds of Disposition (POD) balance, including commitments, anticipated property sales and projected use.

The Board's POD balance is projected to be \$26.0M as detailed below:

Opening Balance	\$55.2M
Less: Ministry Approved Use of POD	\$22.4M
Current Balance	\$32.8M
Plus: Projected Future POD Proceeds	\$36.7M
Less: Potential Additional Request to Complete Projects	\$43.5M
Projected POD Balance	\$26.0M

Note: The projected POD balance could be impacted by the Ministry appointed Special Assistance Team report, as POD is part of the scope.

B. PURPOSE

This report provides the Board of Trustees a status update on the Proceeds of Disposition (POD) current balance, potential future balance, and potential future projects that have been identified by Trustees as potential candidates for utilization of this funding source.

C. BACKGROUND

At the September 2024 Corporate Services meeting, Trustees requested that staff provide a working report on the various options regarding POD for Trustees to consider.

Under Ontario Regulation 374/23 and Ontario Regulation 193/10, the POD from the sale, lease, or other disposition of surplus real property by school boards must be reinvested back into school facilities for school renewal purposes. Use of POD for other purposes requires Minister approval.

The Board has POD that have been approved to be used to fund additional project costs and capital initiatives. As POD is generated through the sale of Board properties, there is a limited amount available.

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D. EVIDENCE/RESEARCH/ANALYSIS

Future additional POD dollars are anticipated through the sale of property and land, as mandated by the Ministry of Education. A high-level estimate has been utilized for the purposes of this report with respect to future proceeds.

In addition, estimated use of POD and the projects listed (included in Appendix A) are conditional on Ministry approval for utilization of these funds. Furthermore, the costs associated with the projects listed, are estimated construction/renovation/build costs, and should these projects proceed to tender, the actual costs could come in higher based on current market factors or any associated cost escalation due to timing of the projects.

Further to an approved motion emanating from a Regular Board Private meeting held March 21, 2024, staff have also included an appendix (Appendix B) which provides a list of childcare projects for the Board of Trustees consideration.

The childcare projects listed in Appendix B have been identified based on the following factors:

- Complexity of their sites, whereby simpler sites are more cost effective and easier to construct.
- Projects that are tender ready.
- Projects that have the lowest overall estimated project costs, based on current estimates.

While staff would consider these projects to be simpler, more straightforward, and less complex than other similar projects, construction projects, particularly with retrofits and additions, always contain an inherent level of complexity.

E. METRICS AND ACCOUNTABILITY

The sale of Board's real property and use of POD outside of school renewal requires Board of Trustees approval and Ministry approval.

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Capital Development staff continues to monitor capital project performance, identify funding gaps and the need for any potential additional use of POD.

F. CONCLUDING STATEMENT

This report is for the information of the Board of Trustees.

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