**Manitoba Hydro Proposal to Purchase Winnipeg Hydro**
**File H (Vol. 10) [c/r HG (Vol. 4)]**

6. The Executive Policy Committee, on February 20, 2002, passed the following motion, namely:-

*"WHEREAS Manitoba Hydro has proposed to acquire Winnipeg Hydro in a letter dated February 7, 2002;*

*AND WHEREAS City Council has directed the Chief Administrative Officer to negotiate and execute such agreement or agreements with Manitoba Hydro as might be required to effect a sale;*

*AND WHEREAS City Council requires that the Definitive Agreement arrangements must reflect the February 7, 2002 proposal;*

*AND WHEREAS due diligence must be performed so as to ensure that the intent of Council is satisfied;*

*THEREFORE BE IT RESOLVED that Council direct that the Chief Administrative Officer establish a Committee of senior administrators to oversee finalization of the necessary agreements with Manitoba Hydro; and that said Committee will avail itself of the advice of such outside financial, legal, actuarial and or other expertise as the Chief Administrative Officer may deem necessary to ensure due diligence;*

*AND BE IT FURTHER RESOLVED that the penalty for not starting the downtown building be at a minimum, a significant multiple of the estimated annual municipal taxes;*

*AND BE IT ALSO RESOLVED that if in the opinion of the Chief Administrative Officer the Definitive Agreement fails to satisfy the intent of Council, the Chief Administrative Officer will seek further guidance from Executive Policy Committee;*

*and submits same to Council for approval."*