Minutes - Executive Policy Committee - June 16, 2004

REPORTS

Minute No. 380 Burton Cummings Theatre
File FG-1.1(B)

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

The Executive Policy Committee concurred in the recommendation of the Standing Committee on Fiscal Issues, as amended, and recommends to Council:

1. That an additional appropriation in the amount of $190,000.00 be allocated to the Burton Cummings Theatre, and approved as a grant, to pay off the first mortgage on the Burton Cummings Theatre property, contingent upon:

    A. Matching funds being contributed by the Province of Manitoba;

    B. Burton Cummings Theatre entering into discussions with a downtown institution regarding paying off all of the other creditors and taking a multi-year lease on the property; and

    C. Burton Cummings Theatre entering into an appropriate agreement with the City of Winnipeg in a form approved by the Chief Administrative Officer.

2. That the Proper Officers of the City be authorized to do all things necessary to implement the intent of the foregoing.

DECISION MAKING HISTORY:

Moved by Councillor Clement,

That the recommendation from the Standing Committee on Fiscal Issues be concurred in, and amended to reflect the following:

- Approval of an additional appropriation
- Approval of the funding as a grant
- Removal of the reference to the Annual General Purpose Reserve as the source of funding,

and forwarded to Council.

Carried

STANDING COMMITTEE RECOMMENDATION:

On June 8, 2004, the Standing Committee on Fiscal Issues recommended that $190,000.00 be allocated to the Burton Cummings Theatre (BCT) from the annual General Purpose Reserve (as an additional appropriation) to pay off the first mortgage on the BCT property, contingent upon:

1. Matching funds being contributed by the Province of Manitoba;

2. Burton Cummings Theatre entering into discussions with a downtown institution regarding paying off all of the other creditors and taking a multi-year lease on the property; and

3. Burton Cummings Theatre entering into an appropriate agreement with the City in a form approved by the Chief Administrative Officer.

On May 4, 2004, the Standing Committee on Fiscal Issues laid over consideration of the matter to its meeting scheduled for June 8, 2004, and in the interim, requested the Administration to report back identifying a funding source for the one-time only grant in the amount of $190,000.00, and to also arrange for a representative from the Burton Cummings Theatre to appear before the Committee at its June 8 meeting.

DECISION MAKING HISTORY (continued):

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On April 14, 2004, the Executive Policy Committee passed the following motion, namely:

WHEREAS the Burton Cummings Theatre (BCT - formerly Walker Theatre) is a National Historic Site and listed as a Grade I Historical Building under the City of Winnipeg's Historical Buildings By-law, and it is believed that the continued vitality of the BCT is essential to the revitalization of the downtown;

AND WHEREAS the Burton Cummings Theatre (BCT) currently has a $1.8 million long-term debt owing to two mortgagors in addition to a creditor of $600,000.00 for initial renovations;

AND WHEREAS the Burton Cummings Theatre cannot meet both its debt service payments and operating costs without incurring additional deficits;

AND WHEREAS the Province of Manitoba has identified a one-time only grant in the amount of $190,000.00 to the BCT if the City were to match the grant, and the combined grant of $380,000.00 (Province and City contribution) would pay off the first mortgagor at which time BCT is to contract with a downtown educational institution to lease the theatre for its own use as a training and performance facility;

AND WHEREAS once the debt is retired, the Burton Cummings Theatre can become eligible for Federal Government Heritage Building Grants to fix internal repairs such as the boiler;

AND WHEREAS once the debt is retired, the facility can operate on a break-even basis and have time to engage in a capital fund-raising campaign for future renovations and additions;

THEREFORE BE IT RESOLVED THAT the Standing Committee on Fiscal Issues be requested to identify a one-time only grant in the amount of $190,000.00 to the Burton Cummings Theatre to be used to pay off the first mortgage on the BCT property, contingent upon:

1. Matching funds being contributed by the Province of Manitoba;

2. A downtown educational institution paying off all of the other creditors and taking a multi-year lease on the property; and

3. Burton Cummings Theatre entering into an appropriate agreement with the City in a form approved by the Chief Administrative Officer.