

IN-CAMERA COUNCIL MEETING

APRIL 29, 2014

DECISION RELEASE

Property Endowment Fund (PEF): 2013 Year End Operating Summary, 2014 Operating and Capital Budget, and 2013 Capital Budget Closeouts

- A. THAT Council receive for information the 2013 Preliminary Operating Actual vs Operating Budget for the PEF.
- B. THAT Council approve the 2014 PEF Operating Budget of \$44.5 million revenue and \$44.5 million expenses (including transfers).
- C. THAT Council approve the 2014 PEF Capital Budget (expenditure budget) as detailed in Appendix A to the Administrative Report dated April 2, 2014, entitled "Property Endowment Fund (PEF): 2013 Year End Operating Summary, 2014 Operating and Capital Budget, and 2013 Capital Budget Closeouts", in the amount of \$70.8 million.
- D. THAT Council approve funding sources for PEF Capital Projects to begin in 2014 as detailed in Appendix A to the Administrative Report dated April 2, 2014, entitled "Property Endowment Fund (PEF): 2013 Year End Operating Summary, 2014 Operating and Capital Budget, and 2013 Capital Budget Closeouts", in the amount of \$70.8 million.

Funding sources as follows:

• Sales and Capital Disposals	\$33.7 million
• Parking Sites Reserve	\$22.0 million
• Capital from PEF Operations	\$9.0 million
• Capital Fund	\$3.4 million
• Emerging Neighbourhood Reserve	<u>\$2.7 million</u>
	<u>\$70.8 million</u>

- E. THAT Council approve the closeout of completed capital projects with variances exceeding 15% and \$50,000 of the approved budget as outlined in the Administrative Report dated April 2, 2014, entitled "Property Endowment Fund (PEF): 2013 Year End Operating Summary, 2014 Operating and Capital Budget, and 2013 Capital Budget Closeouts" and in Appendix B of the same report.
- F. THAT Council endorse the following recommended candidates for the Property Endowment Fund (PEF) Expert Advisory Panel for a three-year term:
 - Mr Larry Prentice, Former Partner and Senior Vice-President at Ernst &Young (authored a City commissioned report on the PEF);
 - Mr Al Poettcker, President & CEO, UBC Properties Trust;

- Mr Morley Koffman, QC, founding partner of Koffman Kalef Law Firm and Strategic Advisor to City on the Olympic Village;
- Mr David Levi, President, CEO and Director of GrowthWorks Ltd (this fund has invested over \$530 million in more than 120 growth-oriented, entrepreneurial BC companies);
- Mr Stanley Hamilton, UBC Sauder School of Business, with interests in real estate investment and valuation, including the role of real estate in portfolio composition;

FURTHER THAT Council direct staff to seek out two additional members of the PEF Expert Advisory Panel to recommend to Council for appointment, with a strong preference for greater diversity candidates.

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