



The Corporation of the Township of Huron-Kinloss

Staff Report

Report Title: Option to Purchase Agreement Extension Request

Date: Oct. 21, 2024

Report Number: CAO-2024-10-34

Department: CAO

File Number: C11 CAO 24

Prepared By: Jodi MacArthur, Chief Administrative Officer

Attachments: N/A

Recommendation:

THAT the Township of Huron-Kinloss Council hereby receives Report Number CAO-2024-10-34 prepared by Jodi MacArthur, Chief Administrative Officer;

AND FURTHER authorizes the Mayor and CAO to execute all necessary documents to extend the date for development to November 1, 2025 for the property legally described as PIN: 3324-0162 owned by Beisel Contracting Inc.

Background:

When the Township authorized the sale of lands referred to as Block 4 in the Ripley Industrial Park an option to purchase agreement was registered that granted the Township the option to repurchase the property if development did not occur within two-years of closing.

Discussion/Analysis/Overview:

The two-year anniversary of the closing is November 1, 2024. Beisel Contracting Inc. has confirmed that they are still intending to develop this property and have requested a one-year extension.

Although the purchase option allows the Township to provide notice at any time after November 1, 2024, if notice is not provided by November 1, 2026 the purchase option will become null and void. Amending the agreement so that the development date is extended to November 1, 2025, thereby also extending the purchase option to November 1, 2027, is the recommended option.

Financial Impacts:

There is no cost to extend the agreement. If the Township were to exercise the option to purchase the cost would be \$384,000.00 plus legal and transfer fees.

Performance Measurement:

Economic vitality through construction activity and assessment growth

Strategic Area:

Embrace a thriving rural lifestyle

Enhance Municipal Service Delivery

Prepare for Inclusive Growth

Ensure Financial Stability

Strategic Goal: Encourage economic vitality

Respectfully Submitted By:

Jodi MacArthur, Chief Administrative Officer

Report Approved By:

Jodi MacArthur, Chief Administrative Officer