MIDDLESEX-LONDON HEALTH

MIDDLESEX-LONDON HEALTH UNIT

REPORT NO. 017-19FFC

TO: Chair and Members of the Finance & Facilities Committee

FROM: Christopher Mackie, Medical Officer of Health / CEO

DATE: 2019 May 2

Q2 PHYSICAL ASSETS AND FACILITIES UPDATE

Recommendation

It is recommended that the Finance & Facilities Committee (FFC) review and recommend that the Board of Health:

- 1) Receive Report No. 017-19FFC re: Q2 Physical Assets and Facilities Update for information; and
- 2) Direct staff to begin negotiations with Canba Investments Limited regarding the Strathroy Office at 51 Front Street.

Key Points

- In preparation for the upcoming move to Citi Plaza, the Health Unit has exercised its right to terminate the leases with the County of Middlesex for the 50 King Street location and with Richmond Block London Corporation for the 201 Queens Avenue location.
- The lease with Canba Investments for the 51 Front Street, Strathroy location expires June 30, 2019.

Background

Middlesex-London Health Unit ("Health Unit") has entered into a long-term lease to secure new space at CitiPlaza, 355 Wellington Street, London. Preparation is well under-way for the relocation of all staff currently situated at 50 King Street and 201 Queens Avenue to the new location in early 2020.

Richmond Block London Corporation was advised on March 1, 2019 that the Health Unit was exercising its right to terminate the lease of office space at 201 Queens Avenue. The lease shall therefore terminate as of March 1, 2020, on which date the Tenant will provide possession of the Leased Premises to the Landlord.

The County of Middlesex was advised on March 31, 2019 that the Health Unit was exercising its election to terminate the lease of property at 50 King Street. The Lease shall therefore terminate as of April 1, 2020, on which date the Tenant will provide possession of the Leased Premises to the Landlord.

MLHU also has operations at 51 Front Street in Strathroy. The lease with Canba Investments Limited will expire June 30, 2019, and staff is recommending the renewal of this lease. With Board approval, negotiations will begin shortly. Lease costs for the Strathroy office are currently approximately \$105,000 per annum. The outcome of the next round of negotiations is currently unknown as no discussions have begun.

Next Steps

Staff will engage in negotiations for a multi-year lease for Strathroy. This lease will be presented to FFC for approval prior to signing.

This report was prepared by the Healthy Organization Division.

Christopher Mackie, MD, MHSc, CCFP, FRCPC

Medical Officer of Health / CEO