

Fédération canadienne des municipalités

September 23, 2008

24, rue Clarence Street Ottawa, Ontario CANADA KIN 5P3

The Honourable James Michael Flaherty, P.C., M.P. Minister of Finance L'Esplanade Laurier, 140 O'Connor Street Ottawa, Ontario K1A 0G5

Tel./Tél.: 613-241-5221 Fax/Téléc.: 613-241-7440

www.fcm.ca

Dear Minister:

Président President

Maire Jean Perrault Sherbrooke, Québec

I am writing to inform you of the attached resolution, SOC08,3.07 - Federal Financial Tax Incentives for Heritage Places, was recently adopted by FCM's National Board of Directors.

First Vice-President Premier vice-président Mayor Basil Stewart Summerside, Prince Edward Island

The resolution calls on the Government of Canada to establish financial tax incentives for the rehabilitation of heritage buildings which would encourage private sector investment in the rehabilitation of historic landmarks.

Second Vice-President Deuxième vice-président

Director Hans Cunningham Regional District of Central Kootenay, British Columbia

Third Vice-President Troisième vice-président Councillor Berry Vibanovic Kitchener, Ontario

> Past President Président sortant

Councillor Gord Steeves Winnipeg, Manitoba Chief Executive Officer

> Chef de la direction Brock Carlton Ottawa, Ontario

As you may know, every Canadian province and territory has protective legislation for heritage buildings and a range of grants and other incentives to encourage their rehabilitation. Similarly, the vast majority of Canada's urban municipalities offer financial incentives for heritage buildings. But they are missing an important partner - the Government of Canada. Among G-8 countries, Canada alone lacks a national system of funding policies and programs to preserve its heritage properties.

Incentives for the rehabilitation of heritage buildings can have many spinoff benefits: stimulate investment in Canadian projects, infrastructure and communities; create new employment in the building trades and professions; enhance cultural tourism - a huge generator of revenue from other countries; and keep historic buildings out of landfill sites.

We look forward to hearing from you on this issue.

Yours sincerely.

Jean Perrault President of FCM Mayor of Sherbrooke

JP/si:sd **Enclosure** 

The Honourable John Baird, Minister of the Environment C:

The Honourable Lawrence Cannon, Minister of Transport, Infrastructure C: and Communities



## SOC08.3.07

## FEDERAL FINANCIAL TAX INCENTIVES FOR HERITAGE PLACES

**WHEREAS** according to the Heritage Canada Foundation, Canada has lost more than 20% of its pre-1920 heritage buildings to demolition over the past 30 years;

**WHEREAS** the Heritage Canada Foundation has stated that urgent action is needed to stop the demolition of Canadian landmarks, to restore and re-use them, and to acknowledge their value as a reminder of our origins and cultures;

**WHEREAS** heritage structures are also a valuable economic development resource, supporting re-urbanization initiatives and tourism as well as providing environmental benefits by way of reducing landfill, preserving natural resources and promoting sustainability;

**WHEREAS** there are currently no financial incentives to encourage private sector investment in the rehabilitation of historic properties; and

**WHEREAS** Heritage Thorold LACAC has requested the City of Thorold pass a resolution requesting the Federal government to introduce financial incentives which would encourage private sector investment in the rehabilitation of historic properties;

**BE IT RESOLVED** that the Federation of Canadian Municipalities request that the Federal Ministers of Finance and Canadian Heritage establish financial tax incentives for the rehabilitation of heritage buildings which would encourage private sector investment in the rehabilitation of historic landmarks.

City of Thorold, Ontario

SEPTEMBER 2008 BOARD DECISION: Category "A"; RESOLUTION ADOPTED