

**POLICY AND FINANCE COMMITTEE
AGENDA
MEETING 9**

Date of Meeting:	Tuesday, November 23, 2004	Enquiry:	Patsy Morris
Time:	9:30 a.m.		Administrator
Location:	Committee Room 1		(416) 392-9151
	City Hall		pmorris@toronto.ca
	100 Queen Street West		
	Toronto		

Under the *Municipal Act, 2001*, the Policy and Finance Committee must adopt a motion to meet In-camera (privately) and the reason must be given.

Declarations of Interest under the *Municipal Conflict of Interest Act*.

Confirmation of Minutes – October 14, 2004

Deputations/Presentations - A complete list will be distributed at the meeting.

1. Governance Structure for Toronto Waterfront Revitalization

Report (November 8, 2004) from the Commissioner of Urban Development Services submitting recommendations to meet Council's priority of "Making Progress on the Waterfront", by (a) seeking Council approval of improvements to the governance structure for implementing Toronto Waterfront Revitalization; (b) clarifying roles and responsibilities of the various public sector entities involved in Toronto's waterfront; and (c) recommending principles and directions for the management of municipal lands in the Designated Waterfront Area (DWA).

Recommendations:

It is recommended that:

- (1) Council recognize the need to strengthen tri-government commitment for a single, implementing, focused waterfront corporation that works closely with local government to plan and achieve broad public and City building goals;

- (2) City Council approve in principle the transformation of TWRC into an empowered corporation subject to the following:
 - (a) elected officials in the minority are permitted to sit on the TWRC Board of Directors,
 - (b) the Mayor of Toronto is appointed Chair of the TWRC Board of Directors;
 - (c) control of public lands is transferred to TWRC on a precinct by precinct basis, or for individual projects, on a parcel by parcel basis, following completion of a detailed Business and Implementation Strategy for the precinct or project that is satisfactory to the three governments;
 - (d) agencies, boards, commissions and corporations (ABCCs) of the governments with land holdings in the Designated Waterfront Area (DWA), specifically Toronto Economic Development Corporation (TEDCO), Ontario Realty Corporation (ORC) and Toronto Port Authority (TPA), undertake activities in the DWA through service or delivery agreements with TWRC or in compliance with the Public Land Management Protocol referred to in (e), with any new activities that these ABCCs individually undertake focusing on areas outside of the DWA;
 - (e) the ABCCs referred to in (d) are subject to a Public Land Management Protocol agreed to by the three governments and TWRC that provides TWRC with effective control of public lands in the DWA to ensure that these lands are not further encumbered by uses and obligations that are incompatible with the revitalization initiative; and
 - (f) all net revenues from the revitalization of public lands in the DWA are reinvested in the Toronto Waterfront Revitalization Initiative.
- (3) ABCCs with projects in the DWA that are in advanced stages of planning and in keeping with the approved waterfront vision, enter into agreements with TWRC to provide for continued implementation of those projects;
- (4) TWRC and existing ABCCs enter into service agreements for new initiatives which ABCCs may undertake on behalf of TWRC;
- (5) existing ABCCs continue their lease management role on land holdings in the DWA, in accordance with the Public Land Management Protocol addressed in recommendation 1(e), until such time as land is required for revitalization;
- (6) Council instruct the Commissioner of Urban Development Services and Executive Lead for the Waterfront and the City Solicitor to work with representatives of federal and provincial governments and TWRC to develop a

proposed framework for empowering TWRC as described in this report and to report to Council on this framework when complete;

- (7) Council instruct those individuals identified in (6) to consider, as one of the possible options for continuing TWRC as an empowered corporation with elected officials eligible to serve on the board and the Mayor as chair, continuing TWRC as a municipal business corporation under the Municipal Act, 2001, with the three governments participating in the corporation;
- (8) the principles for the management of lands owned by the City and its DABCCs in the DWA as outlined in this report be approved by Council;
- (9) Council authorize the Commissioner of Urban Development Services, in consultation with the Commissioner of Economic Development, Culture and Tourism, to develop a Memorandum of Understanding (MOU) between the City, TEDCO and the TWRC that clarifies TEDCO's role in the DWA relative to that of TWRC, ensures that lands owned or managed by TEDCO are not unnecessarily encumbered at the time when they are required for revitalization and clarifies the timing and phasing of revitalization on TEDCO properties, so as not to sterilize these lands pending revitalization, with the MOU to be signed by the Mayor and Chairs of both TEDCO and TWRC Boards of Directors; and,
- (10) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

2. Canadian Stage Company Line of Credit Guarantee Extension (All Wards)

Report (November 8, 2004) from the Chief Financial Officer and Treasurer and the Commissioner of Economic Development, Culture and Tourism seeking approval to extend a line of credit guarantee for the Canadian Stage Company (CanStage) in the amount of \$300,000.00.

Recommendations:

It is recommended that:

- (1) authority be granted to enter into a tri-party agreement with the Canadian Stage Company (CanStage) and the Canadian Imperial Bank of Commerce (CIBC) for a line of credit guarantee in the amount of \$300,000.00 (inclusive of all interest payable by CanStage) for a three-year period starting on January 1, 2005 and ending on December 31, 2007;
- (2) such guarantee be on terms and conditions satisfactory to the City Solicitor, the Chief Financial Officer and Treasurer and the Commissioner of Economic

Development, Culture and Tourism, and that the Chief Financial Officer and Treasurer be requested to negotiate appropriate and adequate safeguards, to the satisfaction of the Chief Financial Officer and Treasurer and the City Solicitor, with the City being promptly advised in the event of default or delay in the payment of interest; and

- (3) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

**3. Toronto Philharmonia Line of Credit Guarantee Extension
(All Wards)**

Report (November 5, 2004) from the Commissioner of Economic Development, Culture and Tourism and the Chief Financial Officer and Treasurer seeking approval to extend a line of credit guarantee for the North York Symphony Association operating as the Toronto Philharmonia in the amount of \$200,000.00.

Recommendations:

It is recommended that:

- (1) authority be granted to enter into a tri-party agreement with the North York symphony Association (operating as The Toronto Philharmonia) and its bank for a line of credit guarantee in the amount of \$200,000.00 (inclusive of all interest payable by The Toronto Philharmonia) for a two-year period starting on January 1, 2005 and ending on December 31, 2006;
- (2) such guarantee be on terms and conditions satisfactory to the City Solicitor, the Chief Financial Officer and Treasurer and the Commissioner of Economic Development, Culture and Tourism, and that the Chief Financial Officer and Treasurer be requested to negotiate appropriate and adequate safeguards, to the satisfaction of the Chief Financial Officer and Treasurer and the City Solicitor, with the City being promptly advised in the event of default or delay in the payment of interest;
- (3) for the duration of the line of credit guarantee, the Toronto Philharmonia be requested to submit quarterly variance reports on their cash flow forecast to the CFO and Treasurer; and
- (4) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

4. Property Taxes: 2005 Interim Levy By-law

Report (October 29, 2004) from the Chief Financial Officer and Treasurer submitting the 2005 interim levy by-law which will provide for the cash requirements of the City until such time as the 2005 Operating Budget and 2005 final tax levy are approved by Council.

Recommendations:

It is recommended that:

- (1) the 2005 interim levy for all property classes be based on 50 per cent of the total 2004 taxes billed for each property, and amounts shall be levied in respect of assessment added after the interim levy by-law is passed, which assessment was not on the assessment roll upon which the amounts were levied;
- (2) Interim Bill payment due dates for property tax accounts paid on the eleven (11) pre-authorized remittances plan be: February 15, March 15, April 15, May 16, and June 15, 2005;
- (3) Interim Bill payment due dates for all other property tax accounts paid directly on the regular instalment option or via the six (6) pre-authorized remittances plan be: March 1, April 1, and May 2, 2005; and,
- (4) the 2005 Interim Levy By-law come into force on January 1, 2005; and
- (5) authority be granted for the introduction of the necessary bill and the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

5. Debenture Issuance During 2004

Report (November 8, 2004) from the Chief Financial Officer and Treasurer discussing the process of issuing debentures and whether further issuance is required in 2004; advising that the 2004 debenture issuance program of \$375 million has been completed and additional issuance during the remainder of 2004 is not being recommended; that the timing of a debenture issue depends upon the evaluation of several factors such as current and forecasted interest rates, capital market conditions, the issuer's credit rating and determining investor demand; and that the City is constantly monitoring the financial markets for opportunities to lower its interest costs through the efficient timing and execution of borrowing transactions.

Recommendation:

It is recommended that this report be received as information.

6. 2003 Statement of Development Charge Reserve Funds

Report (November 3, 2004) from the Chief Financial Officer and Treasurer providing a statement of development charge reserve funds for the year ended December 31, 2003, as required by the Development Charges Act, 1997

Recommendation:

It is recommended that this report be received for information.

7. 2004 Status Report – Implementation of the Environmental Plan Recommendations

Report (September 30, 2004) from the Chief Administrative Officer providing an update on the implementation of the Environmental Plan recommendations.

Recommendation:

It is recommended that this report be received for information.

(NOTE: A COPY OF THE STATUS REPORT “IMPLEMENTATION OF THE ENVIRONMENTAL PLAN RECOMMENDATIONS”, AND THE ACCOMPANYING CD, DATED SEPTEMBER 2004 PREPARED BY THE TORONTO INTER-DEPARTMENTAL ENVIRONMENT TEAM (TIE) WAS PROVIDED TO MEMBERS OF COUNCIL AND SELECTED CITY OFFICIALS ONLY AND COPY THEREOF IS ALSO ON FILE IN THE OFFICE OF THE CITY CLERK, CITY HALL.)

8. Toronto’s Environmental Awards of Excellence

Report (October 25, 2004) from Deputy Mayor Joe Pantalone, Chair, Roundtable on the Environment, attaching the documentation from the Roundtable on the Environment’s meeting of October 19, 2004 relating to the Toronto Environmental Awards of Excellence initiative.

Recommendation:

That the Policy and Finance Committee approve for Council consideration the following recommendations:

- (1) that the proposal for the creation of the Green Toronto Awards; Toronto’s Environmental Awards of Excellence, be endorsed;

- (2) that the appropriate City staff prepare the necessary partnership agreement, between Toronto Enviroguide and the City of Toronto, to implement the Green Toronto Awards: Toronto's Environmental Awards of Excellence program; such agreement to comply with established City policies;
- (3) that all potential sponsors to the Green Toronto Awards: Toronto's Environmental Awards of Excellence be first vetted through the Chair of the Roundtable on the Environment, prior to their approval;
- (4) that the City Staff Environmental Leadership Award and the Toronto Environment Volunteer Recognition Event, be included as part of the Green Toronto Award: Toronto's Environmental Awards of Excellence Ceremony; and
- (5) that the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

9. Potential Impact of Car Free Day 2005

Report (November 4, 2004) from the Medical Officer of Health reporting on the potential impacts of Car Free Day 2005 on air pollution, TTC ridership and public awareness of sustainable transportation and describing activities that could be undertaken for Car Free Day 2005 plus the associated costs.

Recommendations:

It is recommended that:

- (1) the Board of Health endorse the initiatives proposed by the Car Free Day Working Group and the proposed Toronto Public Health budget enhancements to support this work;
- (2) this report be forwarded to the Works Committee for information and to the Budget Advisory Committee for consideration; and
- (3) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

10. Trigeration Project – Exhibition Place Loan Agreement with the Federation of Canadian Municipalities

Report (November 5, 2004) from the General Manager and CEO, Exhibition Place, recommending approval of a Loan Agreement between the City of Toronto, the Board of Governors of Exhibition Place and the Federation of Canadian Municipalities, as Trustee

of the Green Municipal Investment Fund (“FCM”) and the terms and conditions of that agreement related to the construction of a trigeneration plant within The National Trade Centre at Exhibition Place.

Recommendation:

It is recommended that, subject to the approval of City Council, the City of Toronto/Board enter into a loan agreement with FCM generally on the substantial terms and conditions outlined in Appendix “A” attached and such other terms and conditions required by the City Solicitor, the City Chief Financial Officer and Treasurer and Exhibition Place General Manager and CEO.

11. Initiatives to Address the Level of Guns, Gangs, Drugs and Street Violence in Toronto

Report (October 8, 2004) from the Acting Chair, Toronto Police Services Board, reporting on the position of the Toronto Police Services Board and the Toronto Police Service with regard to recommendations and initiatives to address the level of guns, gangs, drugs and street violence in the City of Toronto.

Recommendation:

It is recommended that the Policy and Finance Committee receive this report.

12. 2004 Operating Variance Reports Ending July 31, 2004 for the Toronto Police Services Board, Toronto Police Service and Toronto Police Service – Parking Enforcement Unit and 2004 Capital Variance Reports Ending June 30, 2004 for the Toronto Police Service and Toronto Police Service – Parking Enforcement Unit

Report (November 2, 2004) from the Chair, Toronto Police Services Board, advising the Policy and Finance Committee of the results of the 2004 operating variance reports ending July 31, 2004 for the Toronto Police Services Board, Toronto Police Service and the Toronto Police Service – Parking Enforcement Unit, and the 2004 capital variance reports ending June 30, 2004 for the Toronto Police Service and the Toronto Police Service –Parking Enforcement Unit.

Recommendation:

It is recommended that the Policy and Finance Committee receive this report.

13. Semi-Annual Report: Toronto Police Service Parking Enforcement Unit Absenteeism for the period between January and June 2004

Report (November 1, 2004) from the Chair, Toronto Police Services Board, advising the Policy and Finance Committee of the level of absenteeism for the period between January and June 2004.

Recommendation:

It is recommended that the Policy and Finance Committee receive this report.

14. Update Report on Toronto Police Service – Corporate Communications 2004 Operating Budget

Report (November 1, 2004) from the Chair, Toronto Police Services Board, updating the Policy and Finance Committee on the status of the request to reduce the Toronto Police Service – Corporate Communications 2004 Operating Budget.

Recommendation:

It is recommended that the Policy and Finance Committee receive this report.

15. Woman Abuse Work Group – Update on Issues Related to the Investigation of Domestic Violence and Statistics for the Period January to March 2004

Report (October 29, 2004) from the Chair, Toronto Police Services Board, providing an update to the earlier report, dated August 12, 2004, submitted by the Toronto Police Services Board on domestic violence issues and the number of occurrences involving domestic violence during the period January to March 2004.

Recommendation:

It is recommended that the Policy and Finance Committee receive this report.

16. Toronto Police Service – 2003 Annual Report

Report (November 1, 2004) from the Chair, Toronto Police Services Board, submitting a copy of the Toronto Police Service 2003 Annual Report as requested by Toronto City Council.

Recommendations:

It is recommended that:

- (1) the Policy and Finance Committee receive this report; and
- (2) the Policy and Finance Committee forward a copy of this report to Toronto City Council for information.

17. Request for Quotation 6617-03-3062 for the Supply and Delivery of Polyelectrolytes (Ward 44 – Scarborough East)

Communication (November 9, 2004) from the Works Committee advising that the Committee on November 9, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (October 25, 2004) from the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer respecting Request for Quotation 6617-03-3062 for the supply and delivery of polyelectrolytes, such report containing the following recommendations:

Recommendations:

It is recommended that:

- (1) project cost of \$965,250, net of GST, be approved in operating account WW1081 Dewatering Operations at the Highland Creek Treatment Plant, with 2005 cash flow of \$461,641 and future year commitment of \$503,609 in 2006;
- (2) subject to approval of Recommendation (1), authority be granted to award a contract for the supply and delivery of polyelectrolyte used for the dewatering of anaerobically digested sludge at the Highland Creek Treatment Plant which provides the most effective performance at the lowest evaluated cost for the period January 31, 2005 to December 31, 2006, as follows:

“The polyelectrolyte submitted by SNF Canada Ltd., product designation CP608 at \$3177.90 per tonne, including all charges and taxes, for a total estimated contract amount of \$1,032,817.50”;

- (3) this report be forwarded to the Policy and Finance Committee for consideration; and
- (4) the appropriate officials be authorized and direct to take the necessary action to give effect thereto.

**18. Contract 04FS-46WP, Tender Call 233-2004 -
Deteriorated Storm Sewer Outfalls Rejuvenation
(Wards 5, 11, 17, 22, 29, 30 and 31)**

Communication (November 9, 2004) from the Works Committee advising that the Committee on November 9, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (November 3, 2004) from the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer respecting Contract 04FS-46WP, Tender Call 233-2004 - Deteriorated Storm Sewer Outfalls Rejuvenation, such report containing the following recommendations:

Recommendations:

It is recommended that:

- (1) a project cost of \$838,522.62 including all taxes and charges be approved for the construction of Deteriorated Storm Sewer Outfalls Rejuvenation at various locations in Toronto with 2005 cash flow of \$838,522.62;
- (2) subject to approval of Recommendation (1), Contract 04FS-46WP, Tender Call 233-2004, for the construction of Deteriorated Storm Sewer Outfall Rejuvenation at various locations in Toronto, be awarded to Dynex Construction Ltd. in the amount of \$838,522.62, including all taxes and charges, being the lowest Tender received;
- (3) subject to approval of Recommendation (1), authority be granted to amend Purchase Order No. 6009420 for contracted professional engineering services with Totten Sims Hubicki Associates by an additional amount of \$65,324.57 from \$74,793.00 to \$140,117.57 inclusive of disbursements and GST for the provision of contract administration and site supervision services during construction;
- (4) this report be forwarded to the Policy and Finance Committee for consideration; and
- (5) the appropriate officials be authorized and directed to take the necessary action to give effect thereto.

**19. Contract No. 04FS-47WP, Tender Call No. 226-2004
Humber Treatment Plant, Rehabilitation of Digesters 1-6
(Ward 5 – Etobicoke-Lakeshore)**

Communication (November 9, 2004) from the Works Committee advising that the Committee on November 9, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (November 3, 2004) from the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer respecting Contract No. 04FS-47WP, Tender Call No. 226-2004, Humber Treatment Plant, Rehabilitation of Digesters 1-6, such report containing the following recommendations:

Recommendations:

It is recommended that:

- (1) a project cost of \$42,963,084.11, net of GST, be approved in capital account CWW005-92 Modification and Re-roofing of Digesters 1-6 at the Humber Treatment Plant with no cash flow requirement in 2004 and future year commitments of \$8,103,000 in 2005, \$13,367,290 in 2006, \$12,053,271 in 2007 and \$9,439,523 in 2008;
- (2) subject to approval of Recommendation (1), Contract No. 04FS-47WP, Tender Call No.226-2004 for the rehabilitation of Digesters 1-6 at the Humber Treatment Plant be awarded to Kenaidan Contracting Ltd. in the total amount of \$45,970,500 including all taxes and charges, being the lowest Tender received;
- (3) this report be forwarded to the Policy and Finance Committee for consideration; and
- (4) the appropriate officials be authorized and directed to take the necessary action to give effect thereto.

20. Proposed Implementation of the Multilateral Framework on Early Learning and Child Care as a Strategy to Maintain and Stabilize the Child Care System

Communication (November 10, 2004) from the Community Services Committee advising that the Committee on November 10, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report respecting proposed implementation of the Multilateral Framework on Early Learning and Child Care as a Strategy to Maintain and Stabilize the Child Care System, such report containing the following recommendations:

Recommendations:

It is recommended that:

- (1) the City of Toronto Service Plan for Funding under the Multilateral Framework on Early Learning and Child Care, attached as Appendix 2, be approved and forwarded to the Ministry of Children and Youth Services;
- (2) authority be granted to receive an additional \$0.243 million from the Province of Ontario to support operating minor capital improvements among licensed non-profit child care programs;
- (3) Council approve an additional expenditure of \$0.243 million fully funded by Provincial grants, over and above the \$5.0 million included in the 2004 Approved Capital Budget;
- (4) retroactive to January 1, 2004, base funding rate adjustments be made to eligible child care operators, family resource programs and special needs resourcing services and home child care provider rates in accordance with City budget guidelines and in a manner that maximizes the available provincial subsidy;
- (5) effective January 1, 2005, rates for programs under service contract, as listed in Recommendation (4), be adjusted to reflect the approved 2004 rates as determined in accordance with City budget guidelines and in a manner that maximizes the available provincial subsidy;
- (6) the City continue to advocate to the Province for future funding allocations to address the ongoing inflationary costs;
- (7) the Community and Neighbourhood Services Department report early in 2005 on the proposed City of Toronto Child Care Service Plan; and
- (8) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

21. “Stability and Equity”: Community-City Working Group on Stable Care Funding - Final Report

Communication (November 10, 2004) from the Community Services Committee advising that the Committee on November 10, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report, entitled “Stability and Equity - A plan of action to support the community development and capacity building functions of Toronto’s not-for-profit community services sector”, such report containing the following recommendations:

Recommendations:

It is recommended that:

- (1) the final report of the Community-City Working Group on Stable Core Funding, “Stability and Equity” be forwarded to the Policy and Finance Committee with review and comment by the Corporate Grants Team;
- (2) the “Stability and Equity” report be forwarded to the Strong Neighbourhoods Task Force for its consideration; and
- (3) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

**22. Funding Approvals for the 2005 Redirection of
Emergency Hostel Funding Initiative**

Communication (November 10, 2004) from the Community Services Committee advising that the Committee on November 10, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report respecting the allocation of funds from the 2005 Redirection of Emergency Hostel Funding Initiative, such report containing the following recommendations:

Recommendations:

It is recommended that:

- (1) the Commissioner of Community and Neighbourhood Services be authorized to enter into service agreements with and allocate funds to 41 community agencies and City operated facilities at 57 locations for funding up to the amounts set out in Appendix A for the 2005 Redirection of Emergency Hostel Funding Initiative for a total of up to \$6,514,963.20;
- (2) the Commissioner of Community and Neighbourhood Services be directed to enter into discussions with the Ministry of Community and Social Services to identify opportunities to expand provincial funding available for the Redirection of Emergency Hostel Funding Initiative in 2005 with no increase in net costs to the City; and
- (3) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

23. Funding Approvals for the 2005 Community Partners Program

Communication (November 10, 2004) from the Community Services Committee advising that the Committee on November 10, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report respecting funding approvals for the 2005 Community Partners Program, such report containing the following recommendations:

Recommendations:

It is recommended that:

- (1) the Commissioner of Community and Neighbourhood Services be authorized to enter into service agreements for 2005 for the Community Partners Program with ten community agencies and allocate funds to these agencies, as set out in Appendix B, up to a total of \$880,268.52;
- (2) funds in the amount of \$38,175.00 from the Community Partners Program remaining from a previous budget year, where the intended use of the funds is no longer applicable, be allocated to assist in the implementation of the results of the Housing Help Review; and
- (3) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

24. Funding Approvals for the 2005 Supports to Daily Living Program

Communication (November 10, 2004) from the Community Services Committee advising that the Committee on November 10, 2004, recommended to the Policy and Finance Committee that:

- (a) City Council adopt the staff recommendations in the Recommendations Section of the report (October 25, 2004) from the Commissioner of Community and Neighbourhood Services; and
- (b) the Province of Ontario be requested to provide a cost-of-living increase in 2006 for the Supports to Daily Living Program, recognizing that the Program has not kept pace with inflation.

**25. By-laws for an Affordable Rental Housing Project at 1555 Jane Street
Under the Community Rental Housing Program, Pilot Component
(Ward 12 - York South-Weston)**

Communication (November 10, 2004) from the Community Services Committee advising that the Committee on November 10, 2004, recommended to the Policy and Finance Committee that City Council adopt:

- (i) the staff recommendations in the Recommendations Section of the report (November 4, 2004) from the Commissioner of Community and Neighbourhood Services, subject to the following conditions being included as part of the project approval for 1555 Jane Street:
 - (a) that the existing child care space remain on site within the existing apartment building;
 - (b) that the applicant stand by its commitment to contribute the sum of \$50,000.00 to provide for parks and recreational improvements in the surrounding area, the funds to be used in consultation with the local Councillor; and
 - (c) that the applicant not seek increases to the approved height and density permitted for this project; and
- (ii) the following recommendation in Motion J(14) by Deputy Mayor Feldman, seconded by Councillor Chow:

“NOW THEREFORE BE IT RESOLVED THAT authority be granted to implement the property tax exemption and development charge waiver, and to execute a municipal housing project facility agreement, through the enactment of Bills in Council pursuant to the City’s Municipal Housing Facility By-law No. 282-2002 and Section 110 of the Municipal Act, with Medallion Properties Inc. or another entity associated and controlled by Medallion Properties Inc., and acceptable to the Commissioner of Community and Neighbourhood Services, with respect to an affordable housing project at 1555 Jane Street, Toronto (Ward 12);

AND BE IT RESOLVED THAT the appropriate City officials be authorized and directed to take the necessary action to give effect to the foregoing, including the introduction in Council of any bill necessary to give effect thereto.”

26. By-laws Necessary to Facilitate the Development of Six Affordable Housing Projects (Wards 12, 20, 27 and 31)

Communication (November 10, 2004) from the Community Services Committee advising that the Committee on November 10, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report respecting By-laws Necessary to Facilitate the Development of Six Affordable Housing Projects, such report containing the following recommendations:

Recommendations:

It is recommended that:

- (1) authority be granted to enter into municipal housing project facility agreements on the terms approved by Council at its meeting held July 20, 21, and 22, 2004 and summarized in Appendix A hereto and to grant the exemption from taxation for municipal and school purposes and development charge waivers, pursuant to the City's Municipal Housing Facility By-law 282-2002, with the following proponents and for the projects listed:
 - (a) 873715 Ontario Ltd., a corporation operating as Mahogany Management, for a transitional housing project at 2600 Eglinton Avenue West, Toronto (Ward 12);
 - (b) Neighbourhood Link Homes for a transitional housing project at 2802 Danforth Avenue, Toronto (Ward 31);
 - (c) The Governing Council of the Salvation Army in Canada for a transitional housing project at 418 Sherbourne Avenue, Toronto (Ward 27);
 - (d) St. Clare's Multifaith Housing Society for a transitional housing project and an affordable housing project at 138 Pears Avenue, Toronto (Ward 20);
 - (e) Toronto Community Housing Corporation for a transitional housing project and an affordable housing project at 2 Murray Street, Toronto (Ward 20); and
 - (f) Wellesley Central Residences Inc. for a transitional housing project at the north/east corner of Wellesley and Sherbourne (Ward 27);
- (2) the site specific municipal housing project facility by-law and the site specific by-law exempting the property from taxation for municipal and school purposes, prepared by the City Solicitor in accordance with Recommendation (10) in Clause 15, Report 6 of the Policy and Finance Committee adopted by Council at its

meeting of July 20, 21 and 22, 2004, be approved for the projects referred to in Recommendation (1) above;

- (3) the Commissioner of Community and Neighbourhood Services be delegated authority to execute the municipal housing project facility agreements, on behalf of the City on the terms and conditions set out in Appendix A hereto and in a form satisfactory to the City Solicitor;
- (4) this report be forwarded to the Policy and Finance Committee for consideration; and
- (5) the appropriate City officials be authorized and directed to take the necessary action to give effect to the foregoing, including the introduction in Council of any bills necessary to give effect thereto.

27. Exemption from Property Taxes for Two Affordable Housing Projects (Wards 27 and 28)

Communication (November 10, 2004) from the Community Services Committee advising that the Committee on November 10, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report respecting Exemption from Property Taxes for Two Affordable Housing Projects, such report containing the following recommendations:

Recommendations:

It is recommended that:

- (1) authority be granted to exempt the following transitional housing projects from taxation for municipal and school purposes for a period of 25 years, pursuant to the City's Municipal Housing Facility By-law No. 282-2002:
 - (a) Governing Council of the Salvation Army in Canada for that portion of 164-168 Jarvis Street which is used for transitional housing; and
 - (b) MUC Shelter Corporation, operating as "Sojourn House", for that portion of 101 Ontario Street which is used for transitional housing;
- (2) authority be granted to enter into a municipal housing project facility agreement on terms as more particularly set out in the Appendix A to this report and as approved by Council, on terms and conditions satisfactory to the Commissioner and in a form approved by the City Solicitor;

- (3) the Commissioner of Community and Neighbourhood Services be delegated authority to execute the municipal housing project facility agreements, on behalf of the City, as set out in Recommendation (2);
- (4) this report be forwarded to the Policy and Finance Committee for consideration; and
- (5) the appropriate City officials be authorized and directed to take the necessary action to give effect to the foregoing, including the introduction in Council of any bills necessary to give effect thereto.

28. Tax Category and Posting of Bond for Single-Family Homes Utilized as Investment Properties

Communication (November 2, 2004) from Councillor Norm Kelly, Scarborough Agincourt, requesting that the following issues be placed before the Policy and Finance Committee for discussion:

- (1) a new tax category for single-family homes utilized as investment properties; and
- (2) the posting of a bond that could be tapped by the City to ensure that these properties would be well maintained.

29. Municipal Term of Office

Communication (November 1, 2004) from the City Clerk advising that City Council on October 26, 27 and 28, 2004:

- (1) waived the necessary provisions of Chapter 27 of the City of Toronto Municipal Code, in order to consider Item (e), entitled “Municipal Term of Office”; and
- (2) referred the following Item (e) to the Policy and Finance Committee for consideration with Bill 120:
 - (e) Municipal Term of Office
The Administration Committee:
 - (a) received the report; and
 - (b) requested the City Clerk to report to the Committee on the feasibility of advancing the municipal election date.

(September 21, 2004) from the City Clerk reporting on a four year term for municipal office.

Recommendation:

It is recommended that this report be received for information.

30. Reporting of Financial and Non-Financial Results of City Programs to Committees and Council

Communication (November 1, 2004) from the City Clerk advising that City Council on October 26, 27 and 28, 2004, considered Clause 2 of Policy and Finance Committee Report 8 entitled “Reporting of Financial and Non-Financial Results of City Programs to Committees and Council” and directed that commencing with the 2005 reporting year, Commissioners provide a year-end report of non-financial information to their appropriate Standing Committees in order to provide information on how programs progressed during the year in terms of performance and achievements; and during the upcoming budget cycle, the Standing Committees be requested to establish, by program area, bench marks which could be measured for service delivery.

31. If Low-Income Women of Colour Counted in Toronto

Report (November 3, 2004) from the Commissioner of Community and Neighbourhood Services providing an outline on the progress taken towards a set of recommendations arising out of the “If Low Income Women of Colour Counted in Toronto” report, referred by the Policy and Finance Committee to the Commissioner of Community and Neighbourhood Services for a response.

Recommendation:

It is recommended that this report be received for information.

31(a). Communication (September 7, 2004) from the Planning and Transportation Committee advising that the Committee on September 7, 2004, received the report (August 19, 2004) from the Commissioner of Urban Development Services, entitled “Response on Implementation of LiveSafe Campaign Recommendations”; and directed that a copy be forwarded to the Policy and Finance Committee for information.

31(b). Communication (September 24, 2004) from the Secretary, Board of Health advising that the Board of Health on September 20, 2004, requested the Medical Officer of Health to consult with the Toronto District Health Council and the author of the report “If Low Income Women of Colour Counted in Toronto” on the development and review of the

experiences of low-income women of colour with health services in Toronto and report on the progress made to the Board of Health on November 22, 2004.

32. Enwave Energy Corporation, Annual Shareholders Meeting 2004

Report (November 10, 2004) from the Chief Administrative Officer recommending that the Chief Administrative Officer or her designate be appointed the proxyholder for the City at the Annual Shareholder Meeting of Enwave District Energy Limited on December 13, 2004, or any adjournment of the Meeting, and to obtain instructions as to how the proxyholder is to vote at the Meeting.

Recommendations:

It is recommended that City Council:

- (1) appoint the City Chief Administrative Officer or her designate as the City's proxyholder to attend and vote the common shares of Enwave Energy Corporation ("Enwave") owned by the City at the Annual Meeting of the Shareholders of Enwave to be held at 11:00 a.m., on Monday, December 13, 2004 and/or any adjournment of such Meeting (the "Annual Shareholders' Meeting");
- (2) direct the proxyholder to act as follows at the Annual Shareholders' Meeting:
 - (a) to receive the annual audited financial statements of Enwave for the period ended October 31, 2003 together with the auditor's report thereon;
 - (b) to vote for the reappointment of Ernst & Young LLP, Chartered Accountants, as Enwave's auditors, and for the authorization of Enwave's Board of Directors to fix the auditors' remuneration;
 - (c) to vote to accept the minutes of the Annual Shareholders Meeting of October 2, 2003;
 - (d) to vote at his or her discretion on any minor amendment or minor variation to matters specified in the notice of the Annual Shareholders Meeting or on any other minor matter that may properly come before the Annual Shareholders Meeting;
- (3) authorize and direct the City Chief Administrative Officer or her designate to execute on behalf of the City the proxy substantially in the form of Attachment 2 to this report; and
- (4) authorize and direct the City Chief Administrative Officer or her designate to take or cause to be taken all necessary action to give full effect to the foregoing.

**32(a). 2003 Annual Audited Financial Statements of
Enwave Energy Corporation
(In-Camera – Security of the Property of the Municipality)**

Confidential report (November 10, 2004) from the Chief Financial Officer and Treasurer respecting the 2003 Annual Audited Financial Statements of Enwave Energy Corporation, such report to be considered in-camera as the matter relates to the security of the property of the municipality.

**33. Ricoh Coliseum Financial Update
(In-Camera – Security of the Property of the Municipality)**

Confidential report (November 1, 2004) from the Chief Financial Officer and Treasurer and the General Manager and Chief Executive Officer of Exhibition Place respecting the Ricoh Coliseum Financial Update, such report to be considered in-camera as the matter relates to the security of the property of the municipality.

**34. Ricoh Coliseum – Notice of Dispute
(In-Camera – Security of the Property of the Municipality)**

Confidential report (November 14, 2004) from the City Solicitor respecting the Ricoh Coliseum Financial – Notice of Dispute, such report to be considered in-camera as the matter relates to the security of the property of the municipality.

**35. Appeal of the City's Development Charges By-law
(In-Camera – Litigation or Potential Litigation)**

Confidential report (November 4, 2004) from the Chief Financial Officer and Treasurer and the City Solicitor respecting an appeal of the City's Development Charges By-law, such report to be considered in-camera as the matter relates to the security of the municipality.



**POLICY AND FINANCE COMMITTEE
SUPPLEMENTARY AGENDA
MEETING 9**

Date of Meeting: Tuesday, November 23, 2004 **Enquiry:** Patsy Morris
Time: 9:30 a.m. **Administrator**
Location: Committee Room 1 **(416) 392-9151**
City Hall **pmorris@toronto.ca**
100 Queen Street West
Toronto

Additional Reports/Communications.

9. Potential Impact of Car Free Day 2005

(NOTE – REVISED REPORT)

Report (November 18, 2004) from the Medical Officer of Health reporting on the potential impacts of Car Free Day 2005 on air pollution, TTC ridership and public awareness of sustainable transportation.

Recommendation:

It is recommended that:

- (1) the Board of Health endorse the initiatives proposed by the Car Free Day Working Group and the proposed Toronto Public Health budget enhancements to support this work;
- (2) this report be forwarded to the Works Committee for information; and
- (3) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

10(a). Energy Retrofit Program Financing for Exhibition Place Tri-generation Project

Report (November 17, 2004) from the Chief Financial Officer and Treasurer and the Commissioner of Corporate Services responding to a direction from the Policy and Finance Committee to consider the possibility of substituting Energy Retrofit Program Financing for Toronto Atmospheric Fund financing for the Exhibition Place Tri-generation Project, and further, to address the broader issue of using the program to fund energy supply projects.

Recommendations:

It is recommended that:

- (1) Council approve the Exhibition Place Tri-Generation project outlined in this report as a sub-project of the Council approved \$20 million Energy Retrofit Program with a gross project cost of up to \$4.4 million, to be expended in 2005, and financed by a low interest loan of up to \$1.075 million from the Federation of Canadian Municipalities' Green Municipal Infrastructure Fund, a \$1 million Toronto Atmospheric Fund loan subject to more competitive interest rate being applied, and the balance by City debt of up to \$2.325 million;
- (2) the Commissioner of Corporate Services and the Chief Financial Officer and Treasurer in consultation with the City Solicitor, be authorized to enter into an agreement with the Board of Governors of Exhibition Place to ensure that debt service charges are budgeted and paid to the City and the FCM Green Municipal Infrastructure Fund;
- (3) annual energy savings be budgeted separately in the operating budget of Exhibition Place and be used to fund the full debt service costs for the project in accordance with the policy adopted by Council in the report entitled "A Framework for Establishing an Energy Retrofit Program and Financing Strategy", and that any excess savings identified in the cash flow forecast be applied to the outstanding debt charges to accelerate repayment, and that the operating budget be reduced by the amount of the net energy savings after project financing has been repaid in full;
- (4) this report be referred to Budget Advisory Committee for information; and,
- (5) the appropriate City officials be authorized and directed to take any necessary action to give effect thereto, including the execution of any financing agreements in a form and substance satisfactory to the Commissioner of Corporate Services, the Chief Financial Officer and Treasurer, the City Solicitor, and the General Manager and CEO of Exhibition Place.

36. Energy Retrofit Program – Energy Efficiency Improvements at Exhibition Place

Report (November 15, 2004) from the Chief Financial Officer and Treasurer and the Commissioner of Corporate Services seeking approval for the financing of energy retrofit improvements in five buildings at Exhibition Place from the City's \$20.0 million Energy Retrofit Program (ERP).

Recommendations:

It is recommended that:

- (1) Council approve the Exhibition Place energy and water efficiency improvement project for five buildings outlined in this report as a sub-project of the Council approved \$20 million Energy Retrofit Program with a gross project cost of up to \$1.4 million, and a cash flow of \$35,000 in 2004, \$865,000 in 2005 and \$500,000 in 2006; to be financed by a loan of up to \$287,500 from the Federation of Canadian Municipalities, up to \$862,500 of City debt and \$250,000 in grants and incentives;
- (2) Exhibition Place report back on the final scope of the project and the appropriate costs, up to a maximum of \$1.4 million in gross capital costs inclusive of all taxes and charges;
- (3) the Commissioner of Corporate Services and the Chief Financial Officer and Treasurer in consultation with the City Solicitor, be authorized to enter into an agreement with the Board of Governors of Exhibition Place to monitor energy and water savings and to ensure that repayment of debt financing are budgeted and paid to the City and the FCM Green Municipal Infrastructure Fund;
- (4) the Board of Governors of Exhibition Place in consultation with the City Solicitor, the Chief Financial Officer and Treasurer and the Chief Administrative Officer, be authorized to enter into a loan agreement with the Federation of Canadian Municipalities for financing in order to facilitate a disbursement of \$287,500 from an approved low interest loan of \$8.750 million to the City, subject to finalizing an energy and water services agreement with Toronto Hydro Energy Services Inc.;
- (5) energy and water cost savings to be realized annually of up to \$148,700 be budgeted separately in the operating budget of Exhibition Place and be used to repay the full project financing costs for the project in accordance with the policy adopted by Council in the report entitled "A Framework for Establishing an Energy Retrofit Program and Financing Strategy", and that any excess savings identified in the cash flow forecast be applied to the outstanding debt charges to accelerate repayment, and that the operating budget be reduced by that amount after project financing has been repaid in full; and

- (6) the appropriate City officials be authorized and directed to take any necessary action to give effect thereto, including the execution of any financing agreements in a form and substance satisfactory to the Commissioner of Corporate Services, the Chief Financial Officer and Treasurer, the City Solicitor, and the General Manager and CEO of Exhibition Place.

37. International Activities – Co-ordinated Approach to 2005 Budget Considerations

Report (November 16, 2004) from the Chief Administrative Officer responding to an outstanding directive regarding the financing of international relations activities and suggestions for possible improvements to Toronto Protocol's support to international activities; and advising that all proposed changes to funding levels should be referred to the Budget Advisory Committee for review in the 2005 operating budget.

Recommendations:

It is recommended that:

- (1) any increased expenditures to support the City's international relations portfolio (including but not limited to improvements to Toronto Protocol and the establishment of a corporate conference fund) be considered in the context of the City's overall priorities and be referred to the Budget Advisory Committee for consideration in the 2005 operating budget and be reviewed in terms of their long-term fiscal sustainability;
- (2) the Chief Administrative Officer prepare a separate report to the Budget Advisory Committee identifying the cross-corporate expenditures on international relations activities for 2004; and
- (3) the appropriate City Officials be authorized and directed to take the necessary action to give effect thereto.

38. Ontario Ministry of Energy Request for Proposals for 2,500 Megawatts of New Clean Generation and Demand-Side Projects

Report (November 18, 2004) from the Commissioner of Corporate Services and the Chief Financial Officer and Treasurer seeking authorization for City participation through the submission of projects of City departments or Agencies, Boards or Commissions (ABCs) in response to an Ontario Ministry of Energy Request for Proposals for 2,500 Megawatts of New Clean Generation and Demand-Side Projects.

Recommendations

It is recommended that:

- (1) City staff be authorized to participate in the Ontario Ministry of Energy Request for Proposals process for 2,500 Megawatts (“the RFP”) of new clean sources of electricity generation and demand-side projects jointly as appropriate with Toronto Hydro Energy Services Inc. (“THESI”) and other third party organizations that have been authorized to participate as proponents by the Ontario Ministry of Energy (“the Ministry”);
- (2) the Commissioner of Corporate Services, in consultation with the Chief Administrative Officer and other Commissioners as appropriate, be authorized to co-ordinate the inclusion of those projects of City departments, Agencies, Boards and Commissions (ABCs) that have already received Council approval, or for which approval is being sought as part of the 2005 capital budget process, and where acceptance of these projects by the Ministry could facilitate the reduction of the capital costs associated with those projects and reduce air pollution and greenhouse gas emissions;
- (3) City staff be authorized to negotiate and enter into one or more agreements with third-party proponents, including:
 - (a) agreements that may include non-negotiable terms in accordance with Ministry requirements;
 - (b) confidentiality agreements relating to the protection of any confidential City/ABC information provided for the purposes of responding to the RFP; and
 - (c) Letter of Intent and related documents with THESI, or other third party proponents with respect to participation on projects.
- (4) funds that may be realized through participation in the RFP be used to offset the capital and administrative costs associated with those projects specifically approved by the Ministry;
- (5) the City’s Chief Financial Officer & Treasurer be authorized to post financial security relating to the submission of projects with third-party proponent(s), in a form satisfactory to the Chief Financial Officer & Treasurer and City Solicitor;
- (6) the Commissioner of Corporate Services and/or the City Solicitor be authorized to report back to Committee or directly to Council

- (a) with respect to any issues arising from the review of the RFP and draft contracts by outside legal counsel as noted in the body of this report,
 - (b) with respect to any further developments pertaining to the RFP, and
 - (c) negotiations with proponents as outlined above; and
- (7) the appropriate City Officials be authorized and directed to take the necessary action to give effect thereto.

39. Recommended Citizen Members and Federal Representative to the Roundtable on Seniors

Report (November 19, 2004) from Mayor David Miller recommending citizen members and federal representatives being appointed to the Roundtable on Seniors.

Recommendation:

It is recommended that the following members for the Roundtable on Seniors be approved, with a term of office commencing immediately and expiring on November 30, 2006:

- Ms. Deborah Wallace, Director General, Income Security Programs, Ontario Region, Social Development Canada;
- Mr. Neville Gordon;
- Ms. Marcelle Campbell;
- Mr. Samuel Bond;
- Mr. Jack Harmer; and
- Ms. Gail Yardy.

**40. Litigation with MFP Financial Services Limited
(In-Camera – Litigation or Potential Litigation)**

Confidential report (November 16, 2004) from the City Solicitor respecting Litigation with MFP Financial Services Limited, such report to be considered in-camera as the subject relates to litigation or potential litigation matters.

**41. Enwave Energy Corporation: Credit Agreements
(In-camera - Security of the property of the municipality)**

Confidential report (November 16, 2004) from the Chief Financial Officer and Treasurer and the City Solicitor respecting Enwave Energy Corporation: Credit Agreements, such report to be considered in-camera as the subject relates to security of the property of the municipality.

42. Toronto Police Service - Traffic Services “Strategic Traffic Enforcement Measures” - Quarterly Report: January to March 2004

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004:

- (1) recommended to the Policy and Finance Committee that City Council request the Toronto Police Services Board to report semi-annually on the Strategic Traffic Enforcement Measures; and
- (2) received the report (July 8, 2004) from the Chair, Toronto Police Services Board, and directed that it be forwarded to the Policy and Finance Committee, and Council, for information.

43. Use of OMERS Type 3 Surplus Funds for the Expansion of the Toronto Police Service Strategic Traffic Enforcement Measures Program

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the recommendations in the report (November 2, 2004) from the Chair, Toronto Police Services Board, subject to amending Recommendation (2) to read as follows:

- “(2) given that the Toronto Police Services Board has allocated funds from its OMERS Type 3 Surplus, in the amount equivalent to the total capital-related costs up to \$129,300.00, City Council authorize the Board’s advanced use of those funds effective January 1, 2005; and further that the four police officers transferred to STEM be reallocated from existing staff.”

**44. Toronto Transit Commission -Yonge Sheppard Lands
Future Use of Property**

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council:

- (a) consider giving the Toronto Transit Commission authority to increase the total project cost of the Sheppard Subway Project by an amount of \$5.9 million, as the decision to defer the sale of the property was made jointly by the City and the TTC and is in the best long-term interests of the City; and
- (b) grant the necessary approval to the City's Chief Financial Officer and Treasurer to debt finance the \$5.9 million unfavourable variance on the Sheppard Subway project in 2004.

**45. Homes for the Aged - Community-Based Services
Furnishings and Equipment**

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the recommendations of the Community Services Committee in the communication (October 7, 2004) from the Committee which reads as follows:

“the Community Services Committee recommended to the Budget Advisory Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (September 23, 2004) from the Commissioner of Community and Neighbourhood Services:

- (1) Council establish a Cost Centre called ‘HFA Community-Based Services’, within the Community Initiatives Reserve Fund, to be used to purchase furnishings, equipment and amenities as required by the Homes for the Aged community-based programs;
- (2) Municipal Code Chapter 227 (Reserves and Reserve Funds) be amended by adding the ‘Homes for the Aged Community-Based Services’ cost centre to Schedule 6 - Community Initiatives Reserve Fund;
- (3) funds totalling \$1,700,000.00 plus applicable interest be transferred from the HFA Capital Reserve into a new HFA Community-Based Services Cost Centre within the Community Initiatives Reserve Fund; and
- (4) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto, and that leave be granted for the introduction of any necessary bills in Council to give effect thereto.

**46. 2005 Water and Wastewater Rate Increase,
2006-2007 Rate Strategy and Rate Projections for 2008-2014**

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the recommendations of the Works Committee in the communication (November 9, 2004) from the Works Committee, which read as follows:

- “(1) City Council adopt the following staff recommendations contained in the Recommendations Section of the report (October 28, 2004) from the Chief Financial Officer and Treasurer and the Acting Commissioner of Works and Emergency Services:
- (1) the water rate and the wastewater rate be increased by 6 percent, effective January 1, 2005, for metered and flat rate customers;
 - (2) water and wastewater rate increases of 7 percent and 7 percent effective January 1 of 2006 and 2007 respectively be approved in principle;
 - (3) the Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer be requested to report back on Toronto’s current water and wastewater rate structure review in 2005;
 - (4) this report be referred to the Policy and Finance Committee (through the Budget Advisory Committee); and
 - (5) the appropriate City officials be authorized to take the necessary action to give effect thereto;
- (2) City Council rescind the changes made to Municipal Code 227, Reserves and Reserve Funds – Schedule C, related to the Water Capital Reserve Fund, on January 23, 2003, on a go-forward basis such that it does not affect any previously approved draws, in view of the current plans to improve deteriorating water infrastructure with long-term water rate increases, and in view of the ambiguous language of this amendment; and
- (3) the Province of Ontario be requested to bring into force Bill 175, the Sustainable Water and Sewage Systems Act, 2002, and the regulations under the Act, and make it a priority.”

47. Vendor Early Payment Discounts

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendation in the Recommendations

Section of the report (November 1, 2004) from the Chief Financial Officer and Treasurer, recommending that vendor early payment discounts earned through prompt payment be divided equally between the departments that placed the order and Accounting Services.

48. Reserves and Reserve Funds Quarterly Variance Report – September 30, 2004

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, received the report (November 2, 2004) from the Chief Financial Officer and Treasurer respecting Reserves and Reserve Funds Quarterly Variance Report – September 30, 2004, and directed that it be forwarded to the Policy and Finance Committee, and Council, for information.

49. Operating Variance Report for the Nine Months Ended September 30, 2004

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the following staff recommendations in the Recommendations Section of the report (November 12, 2004) from the Chief Financial Officer and Treasurer:

It is recommended that:

- (1) the technical adjustments contained in this report, and detailed in Appendix D attached, be approved;
- (2) the Operating Variance report for the nine-month period ended September 30, 2004 be forwarded to the Policy and Finance Committee for its consideration; and
- (3) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

50. 2004 Capital Variance Report – for the Nine-Month Period Ended September 30, 2004

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the following staff recommendations in the Recommendations Section of the report (November 12, 2004) from the Chief Financial Officer and Treasurer:

It is recommended that:

- (1) the technical and in-year adjustments detailed in Appendix 2 of this report, the net effect of which is to increase the 2004 cash flow by \$3.587 million with no incremental impact on debt financing, be approved;
- (2) to correctly reflect the life-to-date project authority levels and to reconcile the Toronto Parking Authority records with the City's financial records on a historical basis, the budget adjustments as detailed in the attached Appendix 3 with a net total project cost reduction of \$0.101 million and no impact on the current year cash flow, be approved;
- (3) this report be forwarded to Policy and Finance Committee for its consideration; and
- (4) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

51. Funding Pressures in Provincial/Municipal Cost-sharing Programs

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the recommendations in the Recommendations Section of the report (November 12, 2004) from the Chief Administrative Officer, the Chief Financial Officer and Treasurer and the Commissioner of Community and Neighbourhood Services, subject to amending the first part of Recommendation (1) to read as follows:

- “(1) to obtain budget fairness in 2005 from pressures due to provincial base funding shortfalls and unanticipated increases in provincial program costs in cost-shared programs, the City:”.

52. 2005 Interim Operating Budget Estimates

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the following staff recommendations in the Recommendations Section of the report (November 12, 2004) from the Chief Financial Officer and Treasurer:

It is recommended that:

- (1) the 2005 Interim Operating Budget gross authorization totalling \$2,033.341 million as detailed by Program, and Agency, Board and Commission in Appendix 1 attached herewith, be approved;

- (2) the Chief Financial Officer and Treasurer be authorized to make cash disbursements not to exceed \$1,659.508 million to fund expenditures during the period January 1 to February 28, 2005, including cash transfers not to exceed \$331.023 million, to Agencies, Boards and Commissions as detailed in Appendix 1 attached herewith; and
- (3) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

53. Update on Funding for Strong Communities Rent Supplement Program

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the recommendation of the Community Services Committee in the communication (November 10, 2004) from the Community Services Committee, which reads as follows:

“The Community Services Committee recommended to the Budget Advisory Committee that City Council adopt the following staff recommendations contained in the Recommendations Section of the report (November 4, 2004) from the Commissioner of Community and Neighbourhood Services:

- (1) the 2005 budget request for Shelter, Housing and Support be adjusted to reflect \$20.5 million under provincial grants and subsidies, \$20.2 million for the Strong Communities Rent Supplement program and \$0.3 million for four positions to administer the program;
- (2) the Commissioner of Community and Neighbourhood Services be authorized to sign the Memorandum of Understanding and to ensure all resources are in place to deliver the program;
- (3) Council request the provincial government to reinstate the 155 rent supplement unit shortfall under the Strong Communities Rent Supplement Program;
- (4) Council urge the provincial government to provide an inflationary index for the Strong Communities Rent Supplement Program;
- (5) Council urge the provincial government to provide additional long-term rent supplement funding for future new supply initiatives;
- (6) this report be referred to Budget Advisory Committee and Policy and Finance Committee for consideration; and
- (7) the appropriate City officials be authorized and directed to take the necessary action and execute the necessary agreements to give effect thereto.”

54. New Long-Term Care Home Program Standards and Funding Increase

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the recommendation of the Community Services Committee in the communication (November 10, 2004) from the Community Services Committee, which reads as follows:

“The Community Services Committee recommended to the Budget Advisory Committee that City Council adopt the following staff recommendations contained in the Recommendations Section of the report (November 4, 2004) from the Commissioner of Community and Neighbourhood Services:

- (1) operating surpluses generated by the Homes for the Aged Division each year be directed to the HFA Capital Reserve Fund, subject to the Chief Financial Officer and Treasurer’s review of Capital and Operating final results, and a further report on a portion of the surplus to be allocated to a new HFA Stabilization Reserve Fund;
- (2) staff report back to the Budget Advisory Committee and Community Services Committee by year-end with details and terms of reference for the proposed ‘HFA Stabilization Reserve Fund’;
- (3) this report be referred to the Budget Advisory Committee and Policy and Finance Committee for consideration; and
- (4) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto, and that leave be granted for the introduction of any necessary bills in Council to give effect thereto.”

55. Toronto Youth Cabinet - Youth Engagement Strategy

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the recommendation of the Community Services Committee in the communication (November 10, 2004) from the Community Services Committee, which reads as follows:

“The Community Services Committee recommended to the Budget Advisory Committee that City Council adopt the following staff recommendations contained in the Recommendations Section of the report (November 3, 2004) from the Commissioner of Community and Neighbourhood Services:

- (1) the Commissioner of Community and Neighbourhood Services be authorized to enter into agreement with Operation Springboard to receive funds in the amount of \$13,100.00 for the Youth Engagement Strategy;
- (2) the Social Development and Administration Division 2004 approved operating budget be increased by an amount of \$1,500.00 gross (zero net);
- (3) the Social Development and Administration Division 2005 operating budget request be increased by an amount of \$11,600.00 gross (zero net); and
- (4) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.”

56. Meetings with Councillors to Identify Areas of Sensitivities Regarding the Boundaries of Land Use Designations in the Official Plan Mapping

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee:

- (i) that City Council adopt Recommendations (1), (3), (4), (5), (6), (8), (9) and (10) of the Planning and Transportation Committee in the communication (November 8, 2004) from the Committee; and
- (ii) that Recommendations (2) and (7) be referred back to the Planning and Transportation Committee for a detailed explanation of (a) the scope of work to be performed in producing a revised set of land use maps for the Official Plan; and (b) the requirement to hire outside temporary personnel rather than do the work with existing resources.

57. Water Efficiency Program - Increased 2005 Budget Allocation (All Wards)

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (November 12, 2004) from the Acting Commissioner of Works and Emergency Services, such report containing the following recommendations:

- (1) the Acting Commissioner of Works and Emergency Services report to Works Committee in early 2005 on a detailed plan to speed up the Water Efficiency Plan should Council agree to fund an increase in the 2005 capital request for the program; and

- (2) the appropriate City officials be authorized and directed to take the necessary, action to give effect thereto.

58. 2005 Recommended Operating and Capital Budgets for Toronto Water

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (November 12, 2004) from the Chief Financial Officer and Treasurer and the Acting Commissioner of Works and Emergency Services, subject to the following amendments:

- (i) Recommendations (1) and (2) in the report (November 12, 2004) from the Chief Financial Officer and Treasurer and the Acting Commissioner of Works and Emergency Services be amended by changing gross operating expenditures from \$340.0 million to \$342.9 million, and the capital from current contribution of \$246.0 million to \$243.1 million;
- (ii) that \$365,000.00 be reallocated from the 2005 Sewer Rehabilitation Project within the proposed Toronto Water 2005 Capital Budget to establish a new project, titled "Sewer Realignment – Canadian Opera House", with a 2005 budget of \$365,000.00;
- (iii) a contribution in the amount of \$365,000.00 to the Canadian Opera House be provided to support the realignment of a 975 mm combined sewer along University Avenue to accommodate a pedestrian connection to the subway associated with the Opera House; and
- (iv) the Toronto Water Budget, as submitted, be increased by an additional \$2,855,200.00 to reflect the reversal of the Support Service allocation shift originally intended to affect the tax levy, and that the issue be dealt with in 2005 when the rationalization of the Corporate Charges to Toronto Water occurs.

59. Disposition of Unspent Reserves or Reserve Funds from Closed Capital Projects

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (November 16, 2004) from the Chief Financial Officer and Treasurer, such report containing the following recommendations:

- (1) City Council uphold the provisions of the Ontario Municipal Code (Chapters 71 and 227) which require that:
 - (a) unused reserves and reserve funds available from closed capital projects be returned to the original source; and
 - (b) except where funds are from the issuance of debentures, any available funds from closed capital projects may be used to offset over-expenditures for capital projects with the same source of funding;
- (2) Council uphold the provision of the Municipal Code – Reserve Fund (Ontario Municipal Code, Chapter 227, section 5-B) which provides that where owing to the passage of time a reserve or reserve fund can no longer be traced or where the funds are no longer necessary (as where a project is fully completed or abandoned), the unused funds should be transferred to general revenues or to another reserve or reserve fund;
- (3) any subsequent proposal to use available reserves or reserve funds (including reserves or reserve funds to which unused funds from closed capital projects were transferred) be subject to the Financial Control provision of the Code and therefore, if the intended use is for a new or change in scope capital project such proposal must be submitted for Council approval in the appropriate capital budget submissions and should be evaluated in the context of the City's capital budget process; and
- (4) the appropriate City officials be authorized and directed to take the necessary action to give affect thereto.

60. Pre-Approval Request for 2005 Capital Projects

Communication (November 18, 2004) from the Budget Advisory Committee advising that the Committee on November 18, 2004, recommended that the report (November 16, 2004) from the Chief Financial Officer and Treasurer respecting Pre-Approval Request for 2005 Capital Projects, be submitted to the Policy and Finance Committee without recommendation; and that Councillors Soknacki and Watson, in consultation with the Chief Financial Officer and Treasurer, review the report prior to the meeting of the Policy and Finance Committee on November 23, 2004.

61. Plan to Maximize the Potential of the City of Toronto's Toronto Film, Television and Commercial Production Industry

Report (November 19, 2004) from Mayor David Miller advising that the purposes of this report are fourfold; first, to recognize the importance of the film, television and commercial production industry to the long-term health of the City; second to send a

clear message to the industry locally and internationally that Toronto is a premier national and global place to film; third, to set in place the mechanisms and structures to ensure its renewal and revitalization; and finally, to propose some immediate actions to be taken.

Recommendations:

It is recommended that:

- (1) Council reconfirm that the film, television and commercial production industry is of great importance to the City of Toronto. This industry contributes approximately \$2.5 billion dollars annually to the economy of the City and over 25,000 direct jobs and that the City will protect this important industry by declaring that “no” is unacceptable when servicing this industry;
- (2) Council direct departments, Agencies, Boards and Commissions to review relevant policies, procedures and revise them where necessary in order to make them consistent with the expressed desire of Council to renew and enhance this important sector;
- (3) a new Film Board, chaired by the Mayor, with a mandate to provide input advice, and advocacy on policy and strategies to ensure the competitiveness and viability of the film industry in Toronto, be established immediately with its first meeting to be held prior to year end;
- (4) the relevant Departments, Agencies, Boards and Commissions report to the Film Board at their March meeting on the changes made or proposed to make filming easy and seamless for the industry as well as to designate and communicate the name of a film liaison from its existing staff;
- (5) the Film Board undertake at its first meeting to conduct a review of the Terms of Reference attached to this report, and report back to the following meeting with the purpose of making recommendations to ensure the effectiveness of the Film Board, the Interdepartmental Working Group and the Toronto Film and Television Office and that the Film board undertake to update City Council on their priority issues and action plan by the end of the first quarter of 2005;
- (6) an internal Interdepartmental Working Group to focus on day-to-day operational issues and problem solving be established immediately and staffed by senior City, Agency, Board and Commission staff;
- (7) the Toronto Film and Television Office, reporting through Economic Development, be assigned the staff role of acting as the liaison to the Film Board, the Interdepartmental Working Group, and the Mayor’s Office;

- (8) Departments, Agencies, Boards and Commissions work through the TFTO when dealing with the issues of film permitting.;
- (9) a Film Advocate be named by the Mayor to have the roles of film industry spokesperson and advocate both internally and externally;
- (10) the Film Advocate, with the assistance of the industry, TFTO, the Ontario Media Development Corporation, Film Ontario and the Chair of the Culture Film Board, immediately develop an action plan and background materials so that Toronto's interests and those of the industry at large can be brought forward to the federal and provincial governments and relevant agencies;
- (10) All parking meter fees collected from film, television and commercial production companies be retained by TFTO and allocated to marketing, promotion and the designated staff overheads; and
- (11) an evaluation of the structures, changes and progress of the implementation of this report be conducted within twelve months of this report's approval to identify strengths, results, shortcomings and any further improvements which might be warranted.

**62. Yonge/Dundas Redevelopment Project
Settlement of Expropriation Claim
38-40 Dundas East and Sole Source
Request for Funding for Yonge/Dundas Consultant
(In-Camera – Security of the Property of the Municipality)**

(NOTE: A STAFF REPORT ON THIS MATTER WILL BE DISTRIBUTED AS SOON AS IT IS AVAILABLE).