

THE CITY OF TORONTO

City Clerk's Office

Minutes of the Policy and Finance Committee

Meeting 8

Thursday, October 14, 2004

The Policy and Finance Committee met on Thursday, October 14, 2004, in Committee Room 1, 2nd Floor, City Hall, Toronto, commencing at 9:45 a.m.

Attendance

Members were present for some or all of the time periods indicated.

| | 9:45 a.m. to 10:43 a.m. (Including In-Camera Session) |
|--------------------------------------|--|
| Mayor David R. Miller, Chair | X |
| Councillor Maria Augimeri | X |
| Councillor Sandra Bussin | X |
| Councillor Gay Cowbourne | X |
| Councillor Mark Grimes | X |
| Councillor Pam McConnell | X |
| Councillor Howard Moscoe | - |
| Councillor Joe Pantalone, Vice-Chair | X |
| Councillor David Soknacki | X |
| Councillor Sylvia Watson | X |

Confirmation of Minutes.

On motion by Deputy Mayor Pantalone, the Policy and Finance Committee confirmed the minutes of its meeting held on September 15, 2004.

8-1. Capital Financing Strategy – 2004

The Policy and Finance Committee considered the following:

- (i) communication (July 14, 2004) from the Ad Hoc Committee on the Development of a Long-term Fiscal Plan advising that the Committee on July 14, 2004, recommended to the Policy and Finance Committee that City Council adopt the

recommendations in the Recommendations Section of the report (July 12, 2004) from the Chief Financial Officer and Treasurer, such report containing the following recommendations:

Recommendations:

It is recommended that:

- (1) the capital program be constrained so that it can be funded without the issuance of new debt except to fund requirements of the transportation and transit programs;
 - (2) in order to maintain progress toward sustainable funding of the capital program, a \$10 million minimum annual increase to Capital from Current contributions be approved in principle;
 - (3) the Chief Financial Officer and Treasurer continue to allocate Capital from Current (CFC) to projects in accordance with statutory and administrative capital policies, so that CFC is allocated first to fully fund projects with shorter asset life;
 - (4) the target limit of debt service charges as a percentage of the net property tax levy of 10 percent previously approved by Council be established as a benchmark for evaluating capital budget expenditure levels;
 - (5) Council reaffirm its policy direction to apply all returns on the City's investments in Toronto Hydro Corporation to fund City's capital program requirements; and
 - (6) 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 received in Council to give effect thereto;
- (ii) report (October 12, 2004) from the Chief Financial Officer and Treasurer providing additional information on the "Capital Financing Strategy – 2004" as requested by the Policy and Finance Committee at its meeting held on September 15, 2004.

Recommendation:

It is recommended that staff be directed to review budget allocation options related to the annual revenue from the City's Investment in Toronto Hydro and report to the Budget Advisory Committee and the Policy and Finance Committee during the 2005 Budget process; and

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- (iii) communication (September 15, 2004) from the City Clerk advising of the action taken by the Policy and Finance Committee on September 15, 2004, respecting the communication (July 14, 2004) from the Ad Hoc Committee on the Development of a Long-term Fiscal Plan regarding Capital Financing Strategy – 2004.

On motion by Mayor Miller, the Policy and Finance Committee recommended that City Council:

- (I) adopt the recommendations of the Ad Hoc Committee on the Development of a Long-term Fiscal Plan in the communication (July 14, 2004) from the Ad Hoc Committee subject to amending recommendation (1) in the report (July 12, 2004) from the Chief Financial Officer and Treasurer by adding the words “or, on an exceptional basis, to support Council’s adopted priorities”, so that the recommendations now read as follows:

“It is recommended that:

- (1) the capital program be constrained so that it can be funded without the issuance of new debt except to fund requirements of the transportation and transit programs or, on an exceptional basis, to support Council’s adopted priorities;
- (2) in order to maintain progress toward sustainable funding of the capital program, a \$10 million minimum annual increase to Capital from Current contributions be approved in principle;
- (3) the Chief Financial Officer and Treasurer continue to allocate Capital from Current (CFC) to projects in accordance with statutory and administrative capital policies, so that CFC is allocated first to fully fund projects with shorter asset life;
- (4) the target limit of debt service charges as a percentage of the net property tax levy of 10 percent previously approved by Council be established as a benchmark for evaluating capital budget expenditure levels;
- (5) Council reaffirm its policy direction to apply all returns on the City’s investments in Toronto Hydro Corporation to fund City’s capital program requirements; and
- (6) 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 received in Council to give effect thereto.”; and

- (II) adopt the following staff recommendation in the Recommendation Section of the report (October 12, 2004) from the Chief Financial Officer and Treasurer:

“It is recommended that staff be directed to review budget allocation options related to the annual revenue from the City’s Investment in Toronto Hydro and report to the Budget Advisory Committee and the Policy and Finance Committee during the 2005 Budget process.”

(Clause 2 - Report 8)

8-2. Summary of City Applications Submitted to the Federation of Canadian Municipalities (FCM) Green Municipal Funds

The Policy and Finance Committee considered a report (September 28, 2004) from the Chief Administrative Officer providing a summary of recent applications from Toronto to the Federation of Canadian Municipalities Green Municipal Funds; and advising that the Chief Administrative Officer has authorized the submission of six projects described in Appendix A to the FCM Green Municipal Funds under the authority granted by Council on October 2, 3 and 4, 2001.

Recommendation:

It is recommended that this report be received for information.

On motion by Councillor Augimeri, the Policy and Finance Committee recommended that City Council receive the report (September 28, 2004) from the Chief Administrative Officer.

(Clause 11 - Report 8)

8-3. Costs and Benefits of Implementing an Environmental Management System in the City of Toronto

The Policy and Finance Committee considered a report (September 24, 2004) from the Chief Administrative Officer responding to Recommendation (4) of the then City Auditor's report, Environmental Issues and Audit Plan (May 30, 2002), which recommended

review of the costs and benefits of a potential Environmental Management System; and providing a review of the costs and benefits of implementing an EMS in the City of Toronto, taking into account the experiences of other Canadian municipalities.

Recommendation:

It is recommended that this report be received for information.

On motion by Deputy Mayor Pantalone, the Policy and Finance Committee recommended that City Council:

- (1) receive the report (September 24, 2004) from the Chief Administrative Officer; and
- (2) request the Chief Administrative Officer, in consultation with the Agencies, Boards, Commissions and Departments, to expeditiously submit a separate report to the Policy and Finance Committee and the Budget Advisory Committee on:
 - (a) an organizational structure; and
 - (b) resources required in 2005 and beyond to further the environmental management systems in the City of Toronto.

(Clause 10 - Report 8)

8-4. Reporting of Financial and Non-Financial Results of City Programs to Committees and Council

The Policy and Finance Committee considered a report (September 22, 2004) from the Chief Administrative Officer and the Chief Financial Officer and Treasurer reporting on the purpose and timeliness of quarterly financial variance reports from the Chief Financial Officer and Treasurer and the reporting of financial information to Standing Committees; and proposing year-end reporting by Commissioners of non-financial information to Standing Committees that would complement the financial variance report and provide information on how well programs progressed during the year in terms of performance and achievements.

Recommendations:

It is recommended that:

- (1) the preparation, on a quarterly basis, of corporate financial variance reports, continue to be targeted for completion within thirty to forty days of the end of each

quarter for release at the next scheduled meeting of the Budget Advisory Committee;

- (2) commencing with the 3rd quarter in 2004, corporate financial variance reports also be placed on the agendas of all Standing Committees, in addition to the Budget Advisory Committee, for review and discussion of financial results relating to the specific program areas under the jurisdiction of each Standing Committee;
- (3) if warranted, Commissioners prepare an accompanying report to their appropriate Standing Committee that would provide additional program-specific information to further elaborate on issues included in the corporate financial variance report prepared by the Chief Financial Officer;
- (4) any recommendations arising from each Standing Committee's review of the corporate financial variance reports be forwarded to the Budget Advisory Committee for their consideration;
- (5) 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;
- (6) any requests from individual Councillors for additional program-specific, line-by-line, financial information be provided by staff through briefings with the Councillors requesting the information;
- (7) a copy of this report be forwarded to the heads of all agencies, boards and commissions and that they be encouraged to prepare similar year-end reports if they are not doing so now; and
- (8) the appropriate City Officials be authorized and directed to take the necessary action to give effect thereto.

On motion by Councillor Soknacki, the Policy and Finance Committee recommended that City Council adopt the recommendations in the Recommendations Section of the report (September 22, 2004) from the Chief Administrative Officer and the Chief Financial Officer and Treasurer subject to amending recommendation (5) by adding the words "and during

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the upcoming budget cycle, the standing committees be requested to establish, by program area, bench marks which could be measured for service delivery”, so that the recommendations now reads as follows:

“It is recommended that:

- (1) the preparation, on a quarterly basis, of corporate financial variance reports, continue to be targeted for completion within thirty to forty days of the end of each quarter for release at the next scheduled meeting of the Budget Advisory Committee;
- (2) commencing with the 3rd quarter in 2004, corporate financial variance reports also be placed on the agendas of all Standing Committees, in addition to the Budget Advisory Committee, for review and discussion of financial results relating to the specific program areas under the jurisdiction of each Standing Committee;
- (3) if warranted, Commissioners prepare an accompanying report to their appropriate Standing Committee that would provide additional program-specific information to further elaborate on issues included in the corporate financial variance report prepared by the Chief Financial Officer;
- (4) any recommendations arising from each Standing Committee’s review of the corporate financial variance reports be forwarded to the Budget Advisory Committee for their consideration;
- (5) 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;
- (6) any requests from individual Councillors for additional program-specific, line-by-line, financial information be provided by staff through briefings with the Councillors requesting the information;
- (7) a copy of this report be forwarded to the heads of all Agencies, Boards and Commissions and that they be encouraged to prepare similar year-end reports if they are not doing so now; and
- (8) the appropriate City Officials be authorized and directed to take the necessary action to give effect thereto.

(Clause 2 - Report 8)

8-5. InfraGuide – The National Guide to Sustainable Municipal Infrastructure

The Policy and Finance Committee considered:

- (i) a report (September 28, 2004) from the Chief Administrative Officer providing information on InfraGuide – The National Guide to Sustainable Municipal Infrastructure, which has been developed, through the leadership of the Federation of Canadian Municipalities in partnership with the National Research Council of Canada and with support from the Government of Canada, to compile and develop best practices for the provision of sustainable municipal infrastructure; and recommending that Council endorse InfraGuide and, where appropriate, apply the best practices in InfraGuide.

Recommendations:

It is recommended that Council:

- (1) endorse the National Guide to Sustainable Municipal Infrastructure – InfraGuide, and where appropriate, apply the best practices developed by InfraGuide;
 - (2) requests that the Federation of Canadian Municipalities share Toronto City Council's endorsement of InfraGuide with their members and the Federal and Provincial Governments to encourage ongoing commitment and support for InfraGuide; and
 - (3) the appropriate City Officials be authorized and directed to take the necessary action to give effect thereto; and
- (ii) a communication (October 14, 2004) from Ann Dembinski, President, CUPE Local 79.

On motion by Mayor Miller, the Policy and Finance Committee referred the report (September 28, 2004) from the Chief Administrative Officer, and the communication (October 14, 2004) from Ann Dembinski, President, CUPE Local 79, to the Chief Financial Officer and Treasurer to address the concerns raised by the union and report thereon to the Policy and Finance Committee.

(Chief Financial Officer and Treasurer; c. Chief Administrative Officer; Ann Dembinski, President, CUPE Local 79 – October 14, 2004)

(Clause 22(a) - Report 8)

**8-6. Proposed Ban on the Use of Diesel
Powered Generators on City Property**

The Policy and Finance Committee considered a report (September 2, 2004) from the Commissioner of Corporate Services reporting on the Province of Ontario's current plans to use diesel generators in the future; and advising that the Ontario Ministry of Energy has confirmed that the Province's current plans for future power generation, as described in the new 2004 RFP and RFQ, do not include diesel-powered generation, therefore, a ban on the use of diesel powered generators on City property is not required.

Recommendation:

It is recommended that this report be received for information.

The Policy and Finance Committee received the report (September 2, 2004) from the Commissioner of Corporate Services.

(Clause 22(b) - Report 8)

8-7. Management of the City's Investment Portfolio and the Municipal Act 2001

The Policy and Finance Committee considered a report (September 30, 2004) from the Chief Financial Officer and Treasurer discussing the provincial regulations pertaining to the management of municipal investment portfolios and their impact upon the City's investment policy.

Recommendation:

It is recommended that this report be received for information.

The Policy and Finance Committee received the report (September 30, 2004) from the Chief Financial Officer and Treasurer.

(Clause 22(c) - Report 8)

**8-8. Toronto Symphony Orchestra Line of Credit
Guarantee Extension (All Wards)**

The Policy and Finance Committee considered a report (October 1, 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 Toronto Symphony Orchestra (TSO) in the amount of \$1,050,000.00.

Recommendations:

It is recommended that:

- (1) authority be granted to enter into a tri-party agreement with the Toronto Symphony Orchestra (TSO) and HSBC Bank Canada for a line of credit guarantee in the amount of \$1,050,000.00 (inclusive of all interest payable by Toronto Symphony Orchestra) for a three-year period starting on November 1, 2004 and ending on October 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 City Solicitor, with HSBC Bank Canada to ensure that the City of Toronto's guarantee is utilized only after the Toronto Symphony Foundation's guarantee has been exhausted and the City of Toronto's guarantee is discharged first 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 Commissioner of Economic Development, Culture and Tourism be authorized to issue the City's grant payment to the TSO on monthly installments pro-rated to its annual grant allocation if the line of credit is in good standing and the TSO 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.

On motion by Councillor Soknacki, the Policy and Finance Committee recommended that City Council adopt the staff recommendations in the Recommendations Section of the report (October 1, 2004) from the Commissioner of Economic Development, Culture and Tourism and the Chief Financial Officer and Treasurer.

(Clause 3 - Report 8)

**8-9. City of Toronto and TCEU, Local 416 CUPE Grievances,
Paramedic Level 1 Wage Rate (Symptom Relief)
(In camera – Labour Relations or Employee Negotiations).**

The Policy and Finance Committee considered a confidential report (October 1, 2004) from the Commissioner of Corporate Services, the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer respecting City of Toronto and T.C.E.U., Local 416, C.U.P.E Grievances re Paramedic Level 1 Wage Rate, such report to be considered in-camera as the subject matter relates to labour relations or employee negotiations.

On motion by Deputy Mayor Pantalone, the Policy and Finance Committee recommended that City Council adopt the staff recommendations in the Recommendations Section of the confidential report (October 1, 2004) from the Commissioner of Corporate Services, the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer respecting City of Toronto and T.C.E.U., Local 416 C.U.P.E. Grievances re Paramedic Level 1 Wage Rate (Symptom Relief), which was forwarded to Members of Council under confidential cover; and further that in accordance with the Municipal Act, discussions pertaining thereto be held in-camera as the subject matter relates to labour relations or employee negotiations.

(Clause 4 - Report 8)

**8-10. Tax Rebate Program for Veterans' Clubhouses and Legion Halls –
Addition of One Clubhouse, Proposed Amendment to By-law No. 726-1999**

The Policy and Finance Committee considered a report (October 4, 2004) from the Chief Financial Officer and Treasurer recommending the addition of one veterans' clubhouse to the list of those organizations already included in By-law No. 726-1999, To Create a Tax Rebate Program for Veteran's Clubhouses and Legion Halls.

Recommendations:

It is recommended that:

- (1) City Council amend By-law No. 726-199, such that the Westmount Army and Navy Club (41 Kingdom Street - Ward 2) is added to those organizations eligible to be considered for a 100 percent rebate of property taxes payable in 2004 – 2006 inclusive.; and,

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

On motion by Councillor Cowbourne, the Policy and Finance Committee recommended that City Council adopt the staff recommendations in the Recommendations Section of the report (October 4, 2004) from the Chief Financial Officer and Treasurer.

(Clause 6 - Report 8)

**8-11. Complaint Under the Development Charges Act, 1997
2012221 Ontario Ltd., (o/a The Argyle Authentic Lofts)
183 Dovercourt Road, City of Toronto**

The Policy and Finance Committee considered a communication (August 17, 2004) from Mr. Mark Flowers, Davies Howe Partners, advising that he is Counsel to 2012221 Ontario Ltd., the owner of lands at 183 Dovercourt Road in the City of Toronto; submitting a complaint under the Development Charges Act, 1997, respecting a development at the aforementioned location.

Mr. Mark Flowers, Davies Howe Partners, appeared before the Policy and Finance Committee and filed a written submission.

On motion by Deputy Mayor Pantalone, the Policy and Finance Committee recommended that City Council adopt the following resolution:

“WHEREAS the Development Charges By-law No. 476-1999 in the matter of 183 Dovercourt Road allowed for a credit for the non-residential floor area;

AND WHEREAS the new Development Charges By-law No. 547-2004 does not provide for any credit and was in effect July 28, 2004;

AND WHEREAS a building permit was not ready for issuance until July 29, 2004, and therefore requiring a Development Charge of \$192,490.00 upon issuance of such permit;

THEREFORE BE IT RESOLVED that the provisions of the Development Charges By-law No. 476-1999 be confirmed with respect to this building permit application.”

(Clause 7 - Report 8)

On motion by Councillor Cowbourne, the Policy and Finance Committee met privately to discuss the following Item 8-12, as the subject matter relates to the personal matters about identifiable individuals, in accordance with the Municipal Act.

8-12. Citizen Appointments to the Toronto Community Housing Corporation (TCHC) Board of Directors

The Policy and Finance Committee considered a report (October 5, 2004) from the Chair, Corporations Nominating Panel, recommending seven citizens, including the Chair for positions on the Toronto Community Housing Corporation Board of Directors and recommending two citizens as alternates to fill positions should vacancies occur.

Recommendations:

It is recommended that:

- (1) the persons listed in Confidential Schedule 1 to this report be appointed at the pleasure of Council to the Toronto Community Housing Corporation Board of Directors and the Toronto Housing Company Board of Directors, for a term of office commencing on December 1, 2004 and expiring on December 30, 2007, and until their successors are appointed;
- (2) the person listed in Confidential Schedule 1 to this report be appointed at the pleasure of Council as Chair of the Toronto Community Housing Corporation Board of Directors and the Toronto Housing Company Board of Directors for a term of office commencing on December 1, 2004 and expiring on December 30, 2007 and until a successor is appointed;
- (3) in the event of a vacancy occurring on the Toronto Community Housing Corporation Board of Directors and the Toronto Housing Company Board of Directors during the December 1, 2004 to December 30, 2007 period term, the persons listed in Confidential Schedule 1, be appointed at the pleasure of Council in the order listed to the Boards of Directors;
- (4) the Mayor, on behalf of Council, extend Council's appreciation to retiring Board members for service to the Toronto Community Housing Corporation and to the City of Toronto; and
- (5) the appropriate City Officials be authorized and directed to take the necessary action to give effect thereto.

Councillor Paula Fletcher, Toronto-Danforth, appeared before the Policy and Finance Committee.

On motion by Councillor Cowbourne, on behalf of Councillor Fletcher, the Policy and Finance Committee recommended that City Council:

- (1) adopt the recommendations in the Recommendations Section of the report (October 5, 2004) from the Chair, Corporations Nominating Panel; and
- (2) request the Chief Administrative Officer to:
 - (i) meet with the entire new Board to review the roles and responsibilities of Board members; and
 - (ii) to submit a report to the Policy and Finance Committee concerning issues that have arisen out of her discussions with the new Board.

(Clause 8 - Report 8)

**8-13. Notification to Tenants in Multi-Residential Rental Properties
Subject to Automatic Rent Reduction Due to Property
Tax Decreases for 2004 - Recommendation to Withdraw
Previous Council Decision
(All Wards)**

The Policy and Finance Committee considered a report (October 7, 2004) from the Chief Financial Officer and Treasurer and the Commissioner of Community and Neighbourhood Services providing information about a recommendation adopted by Council concerning drafting of the form of notification to tenants in multi-residential buildings subject to automatic rent reductions as a result of property tax decreases, and to recommend that Council withdraw a previous Council decision.

Recommendations:

It is recommended that:

- (1) Council withdraw its approval of the Policy and Finance Committee's Recommendation (1) contained in Policy and Finance Committee Report No. 4, Clause 5 entitled "List of Multi-Residential Properties that are Subject to Automatic Rent Reduction Due to Property Tax Decreases in 2003 – (All Wards)" adopted by Council at its meeting held on May 18, 19 and 20, 2004, with respect to requiring that the form of notification to tenants for 2004, where requested, be drafted co-operatively with the Local Councillor;

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- (2) Council reaffirm its direction to the Chief Financial Officer and Treasurer that each Councillor be provided with a list of buildings within his/her Ward that are eligible for rent reductions as a result of a reduction in property taxes greater than 2.5 percent;
- (3) Council reaffirm its policy that the current enhanced notification program, which sends notices to tenants and landlords of all private rental residential properties that qualify for automatic rent reduction, be continued on an on-going basis, recognizing that the number of tenant and landlord notices so notified will vary from year to year;
- (4) the Commissioner of Community and Neighbourhood Services, in partnership with the Chief Financial Officer and Treasurer, offer a group information session for Councillors and their staff about the notification program with respect to property tax decreases and automatic rent reductions as part of the 2005 notification program;
- (5) Council approve the format and content of the notice to tenants for 2004 as presented in Appendix A; and
- (6) the appropriate City Officials be authorized and directed to take the necessary action to give effect thereto.

On motion by Councillor Soknacki, the Policy and Finance Committee recommended that should City Council re-open Clause 5 of Report 4 of the Policy and Finance Committee, entitled "List of Multi-Residential Properties that are Subject to Automatic Rent Reduction Due to Property Tax Decreases in 2003 – (All Wards)" which was adopted by Council on May 18, 19 and 20, 2004, that Council adopt the staff recommendations in the Recommendations Section of the report (October 7, 2004) from the Chief Financial Officer and Treasurer and the Commissioner of Community and Neighbourhood Services.

(Clause 5 - Report 8)

8-14. Trigeration Project – Exhibition Place

The Policy and Finance Committee considered a report (October 7, 2004) from the General Manager and CEO, Exhibition Place, submitting recommendations on the implementation of the trigeneration project within the National Trade Centre in partnership with the Toronto Atmospheric Fund and based on the funding formula set out in this report.

Recommendations:

It is recommended that City Council authorize the Board of Governors of Exhibition Place to:

- (1) enter into a loan agreement with the Toronto Atmospheric Fund (“TAF”) 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 CFO and Exhibition Place CEO;
- (2) fund up to \$0.425M of the construction of the trigeneration project from moneys held in the Exhibition Place Capital Reserve Account;
- (3) enter into a three party loan agreement with the City and the Federation of Canadian Municipalities for an amount of \$1.075M to construct the trigeneration plant which loan agreement will be on the terms and conditions required by the City Solicitor, the City CFO and Exhibition Place CEO for this project;
- (4) proceed to draft the necessary tender documents and report back to the Board as required on firm tender price and any recommendation on the award of the tender
- (5) request Exhibition Place and City Officials to take the necessary action to give effect thereto.

On motion by Deputy Mayor Pantalone, the Policy and Finance Committee recommended that City Council:

- (1) adopt the staff recommendations in the Recommendations Section of the report (October 7, 2004) from the General Manager and CEO, Exhibition Place; and
- (2) request the Chief Financial Officer and Treasurer to report back to the next meeting of the Policy and Finance Committee on the potential for replacing the financing from the Toronto Atmospheric Fund with lower cost funding under the City’s Energy Retrofit Program.

(Clause 9 - Report 8)

**8-15. 2004 Street Lighting Maintenance
Purchasing Authority Amendment**

The Policy and Finance Committee considered a communication (October 6, 2004) from the Works Committee advising that the Committee on October 6, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (September 22, 2004) from the Acting Commissioner of Works and Emergency Services on amending the 2004 street lighting maintenance purchasing authority, which recommendations read as follows:

Recommendations:

It is recommended that:

- (1) the authority for Toronto Hydro Street Lighting Incorporated to provide contracted services related to street lighting maintenance in 2004 be increased by \$0.96 million from a total of up to \$3.60 million to a total of up to \$4.56 million; and
- (2) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

On motion by Councillor Augimeri, the Policy and Finance Committee recommended that City Council adopt the recommendation of the Works Committee in the communication (October 6, 2004) from the Committee.

(Clause 13 - Report 8)

**8-16. Contract 05CW-100TS, Tender Call 243-2004,
Installation and Maintenance of Traffic Signs on Arterial
Roads and Expressways and Supply of Associated Material**

The Policy and Finance Committee considered a communication (October 6, 2004) from the Works Committee advising that the Committee on October 6, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (September 21, 2004) from the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and

Treasurer respecting Contract 05CW-100TS, Tender Call 243-2004 for the installation and maintenance of traffic signs on arterial roads and expressways and supply of associated material, which recommendations read as follows:

Recommendations:

It is recommended that:

- (1) Contract 05CW-100TS, Tender Call 243-2004, for the installation and maintenance of traffic signs on arterial roads and expressways within the City of Toronto and the supply of associated material for the period of January 1, 2005 to December 31, 2006, be awarded to Guild Electric Ltd., in the amount of \$3,064,905.53 including all taxes and charges, being the lowest Tender received;
- (2) the award of Contract 05CW-100TS, Tender Call 243-2004 for 2005 and 2006 be contingent on the appropriate funds being approved as part of the 2005 and 2006 Transportation Services Operating and Capital Budgets;
- (3) first quarter spending for 2005 be authorized and conditional on approval of the 2005 Interim Operating Budget;
- (4) the option to renew for the additional one year period of January 1, 2007 to December 31, 2007, in the amount of \$1,532,452.76 under the same terms and conditions be reviewed by the Commissioner of Works and Emergency Services in co-operation with Purchasing and Materials Management, provided the first two years of the contract were performed satisfactorily, to ensure it is feasible to extend the contract at the quoted prices and that funds are available in the Transportation Services Operating and Capital Budgets for the renewal period;
- (5) provided that there is a favourable review in accordance with Recommendation No. (4), the Commissioner of Works and Emergency Services be delegated the authority to exercise the option on the terms and conditions set out above, and be authorized to instruct Purchasing and Materials Management to process the necessary contract;
- (6) this report be forwarded to the Policy and Finance and City Council for consideration; and
- (7) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

The Policy and Finance Committee recommended that City Council adopt the recommendation of the Works Committee in the communication (October 6, 2004) from the Committee.

(Clause 14 - Report 8)

**8-17. Ashbridges Bay Treatment Plant Odour Control Facilities,
Provision of Engineering Services – RFP No. 9117-04-7188
(Ward 32 – Beaches-East York)**

The Policy and Finance Committee considered a communication (October 6, 2004) from the Works Committee advising that the Committee on October 6, 2004, recommended to the Policy and Finance Committee that:

- (1) City Council adopt the staff recommendations in the Recommendations Section of the report (September 29, 2004) from the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer, which read as follows:

Staff Recommendations:

It is recommended that:

- (1) a project cost of \$16,659,969 net of GST, be approved in capital account CWW019-8 Odour Control Engineering for engineering services for the pre-design, detailed design, construction contract administration, and post-construction monitoring for the ABTP Odour Control Facilities, with no cash flow requirement in 2004 and future year commitments of \$1,907,000 in 2005, \$4,862,000 in 2006, \$4,958,969 in 2007, \$3,035,000 in 2008 and \$1,897,000 in 2009;
- (2) subject to approval of Recommendation (1), Earth Tech Canada Inc., being the highest scoring proponent meeting the requirements, be retained to provide engineering services for the pre-design, detailed design, construction contract administration inclusive of options 1, 2, and 3 as set out in this report, and post-construction monitoring for the ABTP Odour Control Facilities, for an estimated cost not to exceed \$17,826,167 including all taxes, charges, and contingencies as follows:
 - (a) for pre-design and detailed design, an amount not to exceed \$8,811,578 including disbursements and GST, and including a contingency allowance of \$500,000 including GST, for additional services, if necessary and authorized by the Acting Commissioner of Works and Emergency Services;
 - (b) for general administration and site engineering services for a construction period of up to six years, an amount not to exceed \$8,336,488 including disbursements and GST, and including a contingency allowance of \$500,000 including GST to cover services beyond a period of six years at a rate not to exceed \$11,235 per week

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including disbursements and GST, if necessary and authorized by the Acting Commissioner of Works and Emergency Services; and

- (c) for post-construction services, an amount not to exceed \$678,101 including disbursements and GST to cover engineering services during the two-year warranty period of the construction contract(s), and including a contingency allowance of \$50,000 including GST, for additional services, if necessary and authorized by the Acting Commissioner of Works and Emergency Services;
- (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.; and
- (2) the criteria and associated weighting and/or scoring system for all major Works contracts, Requests for Proposals and Environmental Assessments be provided to the Works Committee before the contracts, Requests for Proposals and Environmental Assessments are issued.

On motion by Councillor Soknacki, the Policy and Finance Committee:

- (I) recommended that City Council adopt Recommendation (1) of the Works Committee in the communication (October 6, 2004) from the Committee.

“(1) City Council adopt the staff recommendations in the Recommendations Section of the report (September 29, 2004) from the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer;”; and

- (II) referred the following Recommendation (2) of the Works Committee in the communication (October 6, 2004) from the Committee to the Chief Administrative Officer, the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer for report thereon to the Policy and Finance Committee:

“(2) the criteria and associated weighting and/or scoring system for all major Works contracts, Requests for Proposals and Environmental Assessments be provided to the Works Committee before the contracts, Requests for Proposals and Environmental Assessments are issued.”

(Chief Administrative Officer; Acting Commissioner of Works and Emergency Services; Chief Financial Officer and Treasurer – October 14, 2004)

(Clause 15 - Report 8)

**8-18. Contract 04FS-54WS, Tender Call 239-2004 -
Supply, Delivery, Installation and Testing of
Raw Water Pump No. 1 and Associated
Components at R.L. Clark Filtration Plant
(Ward 6 – Etobicoke-Lakeshore)**

The Policy and Finance Committee considered a communication (October 6, 2004) from the Works Committee advising that the Committee on October 6, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (September 15, 2004) from the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer on Contract 04FS-54WS, Tender Call 239-2004, for the supply, delivery, installation and testing of Raw Water Pump No. 1 and associated components at the R.L. Clark Filtration Plant, which recommendations read as follows:

Recommendations:

It is recommended that:

- (1) a projected cost of \$1,543,447.66 net of GST, be approved for the CPW035-01 Raw Water Pump at the R.L. Clark Filtration Plant with \$19,000.00 cash flow in 2004, and future year commitments of \$1,335,000.00 in 2005 and \$189,448.00 in 2006.
- (2) subject to approval of Recommendation (1), Contract 04FS-54WS, Tender Call 239-2004 for the supply, delivery, installation and testing of Raw Water Pump No. 1 and Associated Components at R.L. Clark Filtration Plant be awarded to Sutherland-Schultz Inc., on the Alternative A option, in the total amount of \$1,651,489.00 including all taxes and charges, being the lowest Tender received;
- (3) this report be forwarded to Policy and Finance Committee for consideration; and
- (4) the appropriate City officials be authorized and directed to take the necessary actions to give effect thereto.

The Policy and Finance Committee recommended that City Council adopt the recommendation of the Works Committee in the communication (October 6, 2004) from the Committee.

(Clause 16 - Report 8)

**8-19. Contract No. 04D3-12WP, Tender Call No. 171-2004 -
Road Construction on Milepost Place and
Road Reconstruction, Replacement Watermain,
Sanitary Sewer and Storm Sewer on Donegall Drive
(Ward 26 – Don Valley West)**

The Policy and Finance Committee considered a communication (October 6, 2004) from the Works Committee advising that the Committee on October 6, 2004, recommended to the Policy and Finance Committee that City Council adopt the staff recommendations in the Recommendations Section of the report (October 5, 2004) from the Acting Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer on Contract No. 04D3-12WP, Tender Call No. 171-2004 for the road construction on Milepost Place and road reconstruction, replacement watermain, sanitary sewer and storm sewer on Donegall Drive, such recommendations read as follows:

Recommendations:

It is recommended that:

- (1) Project Cost of \$1,914,220.00 net of GST, be approved in the 2004 Water and Wastewater Capital Budget, with 2004 cash flows totalling \$1,531,376.00 for accounts Watermain Rehab (CPW533-01-\$629,470.00), Sewer Replacement (CWW446-02-\$445,480.00 and CWW446-04-\$104,000.00), SWM Conveyance (CWW449-01-\$344,426.00) and Water Services Repair (CPW536-03-\$8,000.00), and 2005 cash flows totalling \$382,844.00 subject to 2005 budget approval, for accounts Watermain Rehab (CPW533-01-\$157,367.00), Sewer Replacement (CWW446-02-\$137,370.00), SWM Conveyance (CWW449-01-\$86,107.00) and Water Services Repair (CPW536-03-\$2,000.00);
- (2) cash flows totalling \$879,560.00 net of GST, as included in the 2004 Approved Transportation Capital Budget, be used in 2005, subject to 2005 budget approval of accounts Local Road Reconstruction (CTP304-04 - \$731,080.00) and Sidewalk (CTP404-01-\$148,480.00);
- (3) subject to recommendations No (1) and (2), Contract No. 04D3-12WP, Tender Call No. 171-2004, for Road Reconstruction on Milepost Place and Road Reconstruction, Replacement Watermain, Sanitary Sewer and Storm Sewer on Donegall Drive, be awarded to Comer Group Limited, in the amount of \$2,989,344.60, including all taxes and charges, being the lowest Tender received, with a net cost to the City of \$2,793,780.00 net of GST;
- (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 effect thereto.

The Policy and Finance Committee recommended that City Council adopt the recommendation of the Works Committee in the communication (October 6, 2004) from the Committee.

(Clause 17 - Report 8)

**8-20. Clearing the Path Initiative: Status and Update,
October 2004
(In camera – Labour Relations or Employee Negotiations).**

The Policy and Finance Committee considered a communication (October 8, 2004) from the Employee and Labour Relations Committee advising that the Employee and Labour Relations Committee on October 7, 2004, recommended to the Policy and Finance that City Council adopt the staff recommendations in the Recommendations Section of the confidential report (October 5, 2004) from the Commissioner of Corporate Services and the Chief Financial Officer and Treasurer entitled “Clearing the Path Initiative: Status and Update – October 2004”, such report to be considered in-camera as the subject matter relates to Labour Relations or Employee Negotiations, in accordance with the Municipal Act.

The Policy and Finance Committee recommended that City Council adopt the recommendation of the Employee and Labour Relations Committee in the communication (October 8, 2004) from the Committee, respecting Clearing the Path Initiative, which was forwarded to Members of Council under confidential cover; and further that in accordance with the Municipal Act, discussions pertaining thereto be held in-camera as the subject matter relates to labour relations or employee negotiations.

(Clause 18 - Report 8)

**8-21. Local 79 – Long Term Disability Benefits Increase
(In camera – Identifiable Individuals).**

The Policy and Finance Committee considered a communication (October 8, 2004) from the Employee and Labour Relations Committee advising that the Employee and Labour Relations Committee on October 7, 2004, recommended to the Policy and Finance that City Council adopt the staff recommendations in the Recommendations Section of the confidential report (October 5, 2004) from the Commissioner of Corporate Services and the Chief Financial Officer and Treasurer entitled “Local 79 – Long Term Disability Benefits

Increase”, such report to be considered in-camera as the subject matter relates to labour relations or employee negotiations, in accordance with the Municipal Act.

On motion by Councillor Soknacki, the Policy and Finance Committee recommended that City Council adopt the recommendation of the Employee and Labour Relations Committee in the communication (October 8, 2004) from the Committee, respecting Local 79 – Long Term Disability Benefits Increase, which was forwarded to Members of Council under confidential cover; and further that in accordance with the Municipal Act, discussions pertaining thereto be held in-camera as the subject matter relates to labour relations or employee negotiations.

(Clause 19 - Report 8)

8-22. Update on the Community Safety Plan

The Policy and Finance Committee considered the following:

- (i) report (Undated) from Mayor David Miller reporting to City Council on the progress in implementing the Community Safety Plan; and
- (ii) communication (October 14, 2004) from Councillor Maria Augimeri, entitled “Mayor’s Community Safety Panel” forwarding an update of the second meeting of the Jane-Finch Community Safety Group held August 4, 2004.

On motion by Councillor Augimeri, the Policy and Finance Committee recommended that City Council receive:

- (1) the report (Undated) from Mayor David Miller; and
- (2) the communication (dated October 14, 2004) from Councillor Maria Augimeri, York Centre.

(Clause - Report 8)

**8-23. Processing Capacity for Source Separated Organic Material
Request for Proposal No. 9155-03-5280**

The Policy and Finance Committee considered a communication (October 13, 2004) from the Works Committee advising that the Committee on October 13, 2004, recommended to the Policy and Finance Committee that:

- (1) City Council adopt the staff recommendations in the Recommendations Section of the report (August 27, 2004) from the Acting Commissioner of Works and Emergency Services, subject to the following:
 - (i) Toronto's portion of the total tonnage of Source Separated Organic (SSO) material processing to be awarded through this Request for Proposals not exceed 70,000 tonnes per year; and
 - (ii) the contracts for that capacity limit Toronto's liability to exposure only to Toronto's SSO volumes, only, contracted for at the respective facilities;
- (2) the remainder of Toronto's long-term SSO tonnage be designated for processing at publicly owned and/or operated facility or facilities;
- (3) a sub-committee of the Works Committee be struck to develop and steer the SSO Business Plan for processing the remainder of Toronto's long-term SSO tonnage at a publicly owned facility or facilities, with a focus on expansion of the Dufferin organics processing facility and an acceleration of that expansion; and that such sub-committee meet bi-monthly to also ensure implementation and completion;
- (4) the discussions with other municipalities referred to in Recommendation (2) of the August 27, 2004, report be carried out under the direction of the new sub-committee; and
- (5) all contracts related to SSO materials resulting from the RFP be brought under confidential cover to the Works Committee for information purposes, prior to being signed by the parties involved.

Councillor Jane Pitfield, Don Valley West, appeared before the Policy and Finance Committee.

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On motion by Councillor Augimeri, on behalf of Councillor Pitfield, the Policy and Finance Committee recommended that City Council adopt the recommendations of the Works Committee in the communication (October 13, 2004) from the Committee subject to:

- (I) amending recommendation (3) by adding the words “and that T.C.E.U Local 416 be a full participant in the sub-committee”; and
- (II) amending recommendation (5) by deleting the words “prior to being signed by the parties involved”, so that the recommendations now read as follows:

“(1) City Council adopt the staff recommendations in the Recommendations Section of the report (August 27, 2004) from the Acting Commissioner of Works and Emergency Services, subject to the following:

- (i) Toronto’s portion of the total tonnage of Source Separated Organic (SSO) material processing to be awarded through this Request for Proposals not exceed 70,000 tonnes per year; and
 - (ii) the contracts for that capacity limit Toronto’s liability to exposure only to Toronto’s SSO volumes, only, contracted for at the respective facilities;
- (2) the remainder of Toronto’s long-term SSO tonnage be designated for processing at publicly owned and/or operated facility or facilities;
 - (3) a sub-committee of the Works Committee be struck to develop and steer the SSO Business Plan for processing the remainder of Toronto’s long-term SSO tonnage at a publicly owned facility or facilities, with a focus on expansion of the Dufferin organics processing facility and an acceleration of that expansion; and that such sub-committee meet bi-monthly to also ensure implementation and completion, and that T.C.E.U Local 416 be a full participant in the sub-committee;
 - (4) the discussions with other municipalities referred to in Recommendation (2) of the August 27, 2004 report be carried out under the direction of the new sub-committee; and

- (5) all contracts related to SSO materials resulting from the RFP be brought under confidential cover to the Works Committee for information purposes.”

(Clause 12 - Report 8)

8-24. Status Update – Environmental Services Section in Works and Emergency Services Department (In camera – Personnel Issues).

The Policy and Finance Committee considered a confidential report (October 14, 2004) from the Chief Administrative Officer responding to a motion approved by the Works Committee on October 6, 2004, regarding the re-organization of Environmental Services Section in Works and Emergency Services Department, such report to be considered in-camera as the subject matter relates to personnel issues.

On motion by Deputy Mayor Pantalone, the Policy and Finance Committee received the confidential report (October 14, 2004) from the Chief Administrative Officer.

(Clause 22(d) - Report 8)

8-25. Additional Actions Needed to Provide Shelter and Outreach Services to Street Homeless Persons

On motion by Mayor Miller, the Policy and Finance Committee Committee requested the Commissioner of Community and Neighbourhood Services to report directly to Council for its meeting to be held on October 26, 2004, on any additional actions needed to provide shelter and outreach services to street homeless persons this winter.

(Commissioner of Community and Neighbourhood Services – October 14, 2004)

The Policy and Finance Committee adjourned its meeting at 10:43 a.m.

Chair.