Authority: Executive Committee Item 35.8, adopted as amended, by City of Toronto Council on November 13, 14, 15 and 18, 2013

## **CITY OF TORONTO**

## BY-LAW No. 1505-2013

## To amend City of Toronto Municipal Code Chapter 179, Parking Authority, to delegate to the Toronto Parking Authority the responsibility and authority for the ownership, acquisition, management, maintenance and operation of the bike share program on behalf of the City of Toronto.

Whereas City Council has vested the City's bike share assets in the Toronto Parking Authority ("TPA") and delegated to the Toronto Parking Authority the responsibility and authority for the ownership, acquisition, management, maintenance and operation of the bike share program on behalf of the City of Toronto, including in its sole discretion, entering contracts and agreements, undertaking sponsorship, naming, rebranding, partnership, acceptance of donations and all other related ownership, operational, management or revenue generating activities, such responsibility and authority to be exercised only by the TPA once delegated; and

Whereas City Council has also confirmed that this delegation of authority to the TPA shall include the approval of sponsorship and third party advertising on the bike station panels; and

Whereas City Council has established a Bike Share Program Reserve for the purpose of providing a source of funding for the debt, transition costs, interim operating payments, capital expansion and replacement costs, and ongoing operating contributions to the TPA for any bike share system operating losses; and

Whereas City Council also authorized the Chief Corporate Officer ("CCO") to make available space identified and deemed appropriate by the CCO, in or on City properties, available to the TPA on a temporary basis solely for its use in supporting the bike share system and reducing the operating costs for the system, on a nominal net rent basis, subject to certain conditions as imposed by Council;

The Council of the City of Toronto enacts:

**1.** Municipal Code Chapter 179, Parking Authority, is amended by adding the following section:

## § 179-7.1. Authority over bike share system.

All the powers, rights, authorities and privileges with respect to the the ownership, acquisition, management, maintenance and operation of the bike share program assets within the City of Toronto, including entering into contracts and agreements, undertaking sponsorship, naming, rebranding, partnership, acceptance of donations, approval of sponsorship and third party advertising on the bike station panels, and all other related ownership, operational, management or revenue generating activities, shall be exercised only by the Parking Authority, subject to the following limitations:

- A. Any operating surplus from the bike share program shall be deposited in the bike share program reserve for the purposes of the reserve, including replenishment of the bike share program capital assets and/or any future operating deficits.
- B. The Parking Authority shall be required to obtain the approval of the appropriate City officials with respect to the location or relocation of the bike share stations and equipment on City property which has not been designated for the Parking Authority's use by by-law of Council.
- C. Where space in or on City properties is made available to the Parking Authority on a temporary nominal net rent basis solely for its use in supporting the bike share system and reducing the operating costs for the system, such use shall be subject to the following:
  - (1) the requirement for an appropriate lease or license agreement with the Parking Authority or its operator on terms and conditions acceptable to the Chief Corporate Officer for the City to protect the interests of the City;
  - (2) the use would be subject to cancellation by the City, upon reasonable notice, where required for the City's future operational requirements or for any other reason;
  - (3) all capital and/or operating costs incurred by the City and/or the Parking Authority shall be the responsibility of the Parking Authority, including but not limited to any indirect or incidental costs and all such costs arising from the use of the space shall be included as operating costs of the bike share program;
  - (4) the Parking Authority shall not have the right to dispose of such property; and
  - (5) the use of the space shall not have a detrimental impact on City operations.
- D. Despite anything else in this section, where the annualized cash flow deficit for the bike share program exceeds \$750,000, the President of the Parking Authority shall report directly to Council for direction.

Enacted and passed on November 15, 2013.

Frances Nunziata, Speaker Ulli S. Watkiss, City Clerk

(Seal of the City)