



**STAFF REPORT
ACTION REQUIRED
With Confidential
Attachment**

Proposed Settlement – Red Carpet Inns Limited – Motel Strip Expropriations Proceedings

Date:	November 19, 2007
To:	Government Management Committee
From:	City Solicitor Deputy City Manager and Chief Financial Officer
Wards:	Ward 6 – Etobicoke-Lakeshore
Reason for Confidential Information:	This report involves potential litigation that affects the City, confidential settlement information and contains advice or communications that are subject to solicitor-client privilege.
Reference Number:	P:\2007\Internal Services\FP\gm07031Fp AFS#2899

SUMMARY

This report requests authorization to settle an expropriation claim advanced by Red Carpet Inns Limited (“Red Carpet”) against the Toronto and Region Conservation Authority (“TRCA”) in respect of lands in the motel strip area in accordance with a signed settlement agreement discussed in the confidential attachment.

This report also requests authority to reimburse TRCA for the City’s share of any settlement funds paid out by TRCA.

This report also reviews the status of outstanding Motel Strip expropriation claims and the status of discussions with the Province of Ontario respecting cost sharing for motel strip expropriation expenditures.

This report deals with potential litigation that affects the City and contains advice or communications that are subject to solicitor-client privilege. It also contains details respecting confidential settlement agreements. The information concerning the settlement, the status of motel strip expropriations and staff recommendations in this regard are being provided as confidential material.

RECOMMENDATIONS

The City Solicitor and Deputy City Manager and Chief Financial Officer recommend that:

1. City Council adopt the confidential instructions to staff in Attachment 1; and
2. in view of the confidentiality provisions contained within the proposed settlement agreement, the confidential information and recommendations in Attachment 1 remain confidential.

COMMENTS

The financial impact, decision history, issue background and comments section of this report are contained in Attachment 1 to this report, to preserve the confidentiality of this information.

CONTACT

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SIGNATURE

Anna Kinastowski
City Solicitor

Joseph P. Pennachetti
Deputy City Manager and
Chief Financial Officer

ATTACHMENTS

Attachment 1: Confidential Information:
Proposed Settlement with Red Carpet Inns Limited – Motel Strip