



**STAFF REPORT
ACTION REQUIRED
with Confidential Attachment**

Lakeshore Arena Corporation Board Appointments

Date:	January 9, 2012
To:	Executive Committee
From:	General Manager, Parks, Forestry and Recreation
Wards:	Ward All
Reason for Confidential Information:	This report deals with personal matters about an identifiable person. This includes City employees or employees of City agencies, boards, and commissions.
Reference Number:	P:\2012\Cluster A\PFR\EX15-012412-AFS#15089

SUMMARY

This report recommends three nominees to the Board of Directors of the Lakeshore Arena Corporation including one tenant representative and two members from the public.

RECOMMENDATIONS

The General Manager, Parks, Forestry and Recreation recommends that:

1. City Council appoint the three individuals listed in Confidential Attachment 1 to the Board of Lakeshore Arena Corporation for a two-year term from the date of Council's appointment.
2. City Council authorize the City Clerk to make the appointees' names public once appointed by Council and the appointees have been notified.
3. City Council identify the additional candidate listed in Confidential Attachment 1 as the alternate to consider for appointment, if a vacancy occurs during the term.
4. City Council direct that the name of the candidate identified as the alternate remain confidential until appointed as a member, as required under the Public Appointments Policy.

Financial Impact

There are no financial implications resulting from the adoption of this report.

DECISION HISTORY

City Council at its meeting held on July 12, 13 and 14, 2011, adopted as amended EX7.1 headed, "Restructuring of Relationship with Lakeshore Lions Arena Incorporated". This report established the Lakeshore Arena Corporation. Its mandate includes: assumption of the leasehold interest of the arena, ownership of the asset and project construction debt of the Lakeshore Lions Arena Incorporated (LLAI), and operation and management of the Arena. These actions have been taken to protect the City's financial interest and to avoid the loss that would arise from a default. The report can be viewed at:

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2011.EX7.1>

Staff Report - Restructuring of Relationship with Lakeshore Lions Arena Incorporated (June 6, 2011)

<http://www.toronto.ca/legdocs/mmis/2011/ex/bgrd/backgroundfile-38923.pdf>

Attachment 3 to Staff Report: By-Law of the Lakeshore Arena Corporation

<http://www.toronto.ca/legdocs/mmis/2011/ex/bgrd/backgroundfile-38924.pdf>

ISSUE BACKGROUND

City Council established the Board composition of the Lakeshore Arena Corporation as follows:

- a. The General Manager of Parks, Forestry and Recreation, or her designate, as the Chair of the Board;
- b. The Chief Corporate Officer or his designate;
- c. The Deputy City Manager and Chief Financial Officer or his designate;
- d. A representative of the tenants; and,
- e. Two members of the public with expertise and a background in sports and entertainment, finance, and/or marketing.

The first three Board members' positions previously approved by Council July 12, 13 and 14, 2011 are: (i) Ann Ulusoy, Director, Management Services, Parks, Forestry and Recreation as the designate of the General Manager of Parks, Forestry and Recreation; (ii) Bruce Bowes, the Chief Corporate Officer; and (iii) Mike St. Amant, Director, Accounting as the designate of the Deputy City Manager and Chief Financial Officer.

During the last quarter of 2011, the Board recruited the tenant representative and citizen representatives identified in (d) and (e) above, and are reporting back to Council with the recommended appointees.

COMMENTS

Recruitment Process:

The three City appointees to the Board formed the Nominating Committee and advertised the two director's at large vacancies in the Globe and Mail in October 2011. For the tenant representative, the largest tenants of the Arena were approached. There were a total of 41 applications for the two vacancies, of which 8 were interviewed by the three Board members in December 2011.

The qualifications of the nominees are in compliance with City of Toronto's Public Appointments Policy, Lakeshore Arena Corporation's By Law #1 and the Nomination Guidelines.

It is recognized that each director will bring a different set of skills to the LAC Board. Combined with the three City appointees, the Board will possess a combined understanding of finance, accounting, real estate, and business management. In particular, the Board will have experience in strategic planning; debt financing principles; negotiating complex leases, acquisitions and sales; managing commercial real estate; managing a sports and entertainment facility; experience in acquisition or divestiture of businesses and properties; and marketing and sales experience in sports and entertainment or related businesses.

The City's Public Appointments Policy requires City Corporations to reappoint members after two years without an advertised recruitment, but through City Council approval for a period of two additional years. After a four-year term, Board members are then required to reapply to sit as a Board member through an advertised recruitment whereupon a new Board is selected.

Diversity information is not disclosed as it is personal information under MFIPPA. The biographies of the recommended Board members are disclosed in the Confidential Attachment.

CONTACT

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SIGNATURE

Jim Hart
General Manager, Parks, Forestry and Recreation

ATTACHMENTS

Attachment 1 – confidential information