

Rescission of Decision respecting Item TA 4.11 - Direct Investment

Date: October 22, 2021
To: Board of Directors of the Toronto Atmospheric Fund
From: Vice President, Impact Investing

SUMMARY

Rescission of a previously approved Direct Investment of up to \$2 million as the project, which experienced delays, now has a new investor.

RECOMMENDATIONS

The Vice President, Impact Investing recommends that the Board of Directors of the Toronto Atmospheric Fund rescind the November 8, 2019 decision 3 on item TA 4.11 respecting a Direct Investment of up to \$2,000,000.

FINANCIAL IMPACT

None.

DECISION HISTORY

At its meeting on October 17, 2019, TAF's Investment Committee recommended that the investment be approved by TAF's Board of Directors. The Board approved the investment at its meeting on November 8, 2019.

(<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2019.TA4.11>)

At its meeting on October 13, 2021, TAF's Investment Committee recommended that the investment be rescinded.

COMMENTS

TAF staff assisted the project in addressing regulatory challenges and securing the review of experts which confirmed the project was within the range of expected costs and outputs for its size. Staff also represented the project in the market which secured three senior debt term sheets from major lenders. Although the project stalled as a result of a perfect storm of unpredictable external factors, staff are confident that TAF's initial investment and direct involvement were instrumental in advancing the project under the new investment/development team.

CONTACT

Tim Stoate, tstoate@taf.ca

SIGNATURE

Tim Stoate
Vice President, Impact Investing