

**DELEGATED APPROVAL FORM  
DIRECTOR, REAL ESTATE SERVICES  
MANAGER, REAL ESTATE SERVICES**

**TRACKING NO.: 2018-274**

Approved pursuant to the Delegated Authority contained in Item EX27.12, as adopted by City Council on October 2, 3 & 4, 2017, as amended by Item GM27.12, adopted by City Council on May 22, 23 & 24, 2018 or, where applicable, in Item EX28.8, as adopted by City Council on November 7, 8 & 9, 2017.

Prepared By:	Bruno Iozzo	Division:	Real Estate Services
Date Prepared:	July 27, 2018	Phone No.:	(416) 392-8151

<b>Purpose</b>	To obtain authority to enter into a Tie-Back and Shoring Licence as well as a Construction Crane Swing Licence (the "Agreements") with Liberty Market Tower Inc., as general partner of and on behalf of Liberty Market Tower LP (the "Licensee") to permit encroachments into City-owned lands to facilitate the redevelopment on a portion of the property at 171 East Liberty Street.
<b>Property</b>	A portion of the City-owned lands known municipally as 9 Hanna Ave and the driveway lands to the north, located adjacent to 171 East Liberty Street; being part of PIN 21299-0182 and PIN 21299-0255, displayed on the maps attached hereto as Appendix "B", and as illustrated on the Tie-Back and Crane Swing Plans attached hereto as Appendix "C".
<b>Actions</b>	<ol style="list-style-type: none"> <li>1. Authority be granted to enter into the Agreements between the City of Toronto and the Licensee, substantially on the terms and conditions set out in Appendix "A" together with such other or amended terms and conditions as may be satisfactory to the Deputy City Manager, Internal Corporate Services, or their designate and in a form acceptable to the City Solicitor.</li> <li>2. The Deputy City Manager, Internal Corporate Services or their designate shall administer and manage the Agreements, including the provision of any consents, approvals, waivers, notices and notices of termination provided that the Deputy City Manager, Internal Corporate Services or their designate may, at any time, refer consideration of such matters (including their content) to City Council for its determination and direction.</li> <li>3. The City Solicitor is authorized to complete the transaction on behalf of the City, including payment of any necessary expenses and amending and waiving terms and conditions, on such terms as they consider reasonable.</li> <li>4. The appropriate City Officials be authorized and directed to take the necessary action to give effect thereto.</li> </ol>
<b>Financial Impact</b>	<p>The City will receive a one-time fee of \$63,360 plus HST for the Construction Crane Swing Licence and a one-time fee of \$154,000 plus HST for the Tie-Back and Shoring Licence (for a grand total of \$217,360 plus HST).</p> <p>The Interim Chief Financial Officer has reviewed this DAF and agrees with the financial impact information.</p>
<b>Comments</b>	<p>The Licensee intends to construct a 28-storey mixed-use development at 171 East Liberty Street. To facilitate the development, the Licensee requested permission to encroach on the Property with a crane boom and with the installation of tie-backs.</p> <p>City staff reviewed the details of the request and reached an agreement with the Licensee to provide the appropriate property rights in exchange for the consideration stipulated in the Financial Impact section.</p> <p>City Staff deem the terms of the Agreements to be fair and reasonable to both parties, based on the market value of the City's property and the terms of the Agreements.</p>
<b>Terms</b>	See "Appendix A – Major Terms & Conditions" on page 4

<b>Property Details</b>	<b>Ward:</b>	19 – Trinity-Spadina
	<b>Assessment Roll No.:</b>	19 04 041 130 006 52
	<b>Approximate Size:</b>	N/A
	<b>Approximate Area:</b>	4,494 ft <sup>2</sup> (tie-back) & 4,844 ft <sup>2</sup> (crane swing)
	<b>Other Information:</b>	N/A

A.	Manager, Real Estate Services has approval authority for:	Director, Real Estate Services has approval authority for:
<p>1. Acquisitions:</p> <p>2. Expropriations:</p> <p>3. Issuance of RFPs/REOs:</p> <p>4. Permanent Highway Closures:</p> <p>5. Transfer of Operational Management to Divisions and Agencies:</p> <p>6. Limiting Distance Agreements:</p> <p>7. Disposals (including Leases of 21 years or more):</p> <p>8. Exchange of land in Green Space System &amp; Parks &amp; Open Space Areas of Official Plan:</p> <p>9. Leases/Licences (City as Landlord/Licensor):</p> <p>10. Leases/Licences (City as Tenant/Licensee):</p> <p>11. Easements (City as Grantor):</p> <p>12. Easements (City as Grantee):</p> <p>13. Revisions to Council Decisions in Real Estate Matters:</p> <p>14. Miscellaneous:</p>	<p><input type="checkbox"/> Where total compensation does not exceed \$50,000.</p> <p><input type="checkbox"/> Statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$50,000.</p> <p><b>Delegated to a more senior position.</b></p> <p><b>Delegated to a more senior position.</b></p> <p><b>Delegated to a more senior position.</b></p> <p><input type="checkbox"/> Where total compensation does not exceed \$50,000.</p> <p><input type="checkbox"/> Where total compensation does not exceed \$50,000.</p> <p><b>Delegated to a more senior position.</b></p> <p><input type="checkbox"/> (a) Where total compensation (including options/renewals) does not exceed \$50,000.</p> <p><input type="checkbox"/> (b) Where compensation is less than market value, for periods not exceeding three (3) months, including licences for environmental assessments and/or testing, etc.</p> <p><b>Leases pursuant to the Community Space Tenancy Policy delegated to a more senior position.</b></p> <p><input type="checkbox"/> Where total compensation (including options/renewals) does not exceed \$50,000.</p> <p><input type="checkbox"/> Where total compensation does not exceed \$50,000.</p> <p><b>Delegated to a more senior position.</b></p> <p><input type="checkbox"/> Where total compensation does not exceed \$50,000.</p> <p><b>Delegated to a more senior position.</b></p> <p><b>Delegated to a more senior position.</b></p>	<p><input type="checkbox"/> Where total compensation does not exceed \$1 Million.</p> <p><input type="checkbox"/> Statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$1 Million.</p> <p><input type="checkbox"/> Issuance of RFPs/REOs.</p> <p><input type="checkbox"/> Initiate process &amp; authorize GM, Transportation Services to give notice of proposed by-law.</p> <p><b>Delegated to a more senior position.</b></p> <p><input type="checkbox"/> Where total compensation does not exceed \$1 Million.</p> <p><input type="checkbox"/> Where total compensation does not exceed \$1 Million.</p> <p><input type="checkbox"/> Exchange of land in Green Space System and Parks and Open Space Areas of Official Plan.</p> <p><input checked="" type="checkbox"/> (a) Where total compensation (including options/renewals) does not exceed \$1 Million.</p> <p><input type="checkbox"/> (b) Where compensation is less than market value, for periods not exceeding six (6) months, including licences for environmental assessments and/or testing, etc.</p> <p><b>Leases pursuant to the Community Space Tenancy Policy delegated to a more senior position.</b></p> <p><input type="checkbox"/> Where total compensation (including options/renewals) does not exceed \$1 Million.</p> <p><input type="checkbox"/> (a) Where total compensation does not exceed \$1 Million.</p> <p><input type="checkbox"/> (b) When closing roads, easements to pre-existing utilities for nominal consideration.</p> <p><input type="checkbox"/> Where total compensation does not exceed \$1 Million.</p> <p><input type="checkbox"/> Amendment must not be materially inconsistent with original decision (and subject to General Condition (u)).</p> <p><input type="checkbox"/> (a) Approvals, Consents, Notices and Assignments under all Leases/Licences</p> <p><input type="checkbox"/> (b) Releases/Discharges</p> <p><input type="checkbox"/> (c) Surrenders/Abandonments</p> <p><input type="checkbox"/> (d) Enforcements/Terminations</p> <p><input type="checkbox"/> (e) Consents/Non-Disturbance Agreements/Acknowledgements/Estoppels/Certificates</p> <p><input type="checkbox"/> (f) Objections/Waivers/Caution</p> <p><input type="checkbox"/> (g) Notices of Lease and Sublease</p> <p><input type="checkbox"/> (h) Consent to regulatory applications by City, as owner</p> <p><input type="checkbox"/> (i) Consent to assignment of Agreement of Purchase/Sale; Direction re Title</p> <p><input type="checkbox"/> (j) Documentation relating to Land Titles applications</p> <p><input type="checkbox"/> (k) Correcting/Quit Claim Transfer/Deeds</p>

<p><b>B. Director, Real Estate Services and Manager, Real Estate Services each has signing authority on behalf of the City for:</b></p> <ul style="list-style-type: none"> <li>• Documents required to implement matters for which he or she also has delegated approval authority.</li> <li>• Expropriation Applications and Notices following Council approval of expropriation (Manager, Acquisitions &amp; Expropriations is only Manager with such signing authority).</li> </ul>
<p><b>Director, Real Estate Services also has signing authority on behalf of the City for:</b></p> <ul style="list-style-type: none"> <li>• Agreements of Purchase and Sale and all implementing documentation for purchases, sales and land exchanges not delegated to staff for approval.</li> <li>• Community Space Tenancy Leases approved by delegated authority by Deputy City Manager, Internal Corporal Services and any related documents.</li> </ul>

Consultation with Councillor(s)										
Councillor:	Mike Layton					Councillor:				
Contact Name:	Stephanie Nakitsas – Executive Assistant					Contact Name:				
Contacted by:	Phone	<input checked="" type="checkbox"/>	E-Mail		Memo		Other			
Comments:	No questions (July 27, 2018)					Comments:				
Consultation with Divisions and/or Agencies										
Division:	Toronto Police Service					Division:	Financial Planning			
Contact Name:	Enrico Pera					Contact Name:	Patricia Libardo			
Comments:	No concerns (May 8, 2018)					Comments:	No concerns (July 25, 2018)			
Legal Division Contact										
Contact Name:	Vanessa Bacher (July 24, 2018)									

DAF Tracking No.: 2018-274	Date	Signature
<input checked="" type="checkbox"/> Recommended by: <b>Manager, Real Estate Services</b> <b>Tim Park</b>	<b>July 30, 2018</b>	Signed by Tim Park
<input type="checkbox"/> Approved by:		
<input checked="" type="checkbox"/> Approved by: <b>Director, Real Estate Services</b> <b>David Jollimore</b>	<b>July 31, 2018</b>	Signed by David Jollimore

#### General Conditions ("GC")

- (a) The local Councillor (or local Councillors if the subject property is located on a ward boundary or if the transaction involves an exchange of properties in more than one ward), will be consulted prior to the exercise of delegated Approving Authority by staff for all Acquisitions, Disposals, Land Exchanges and Leases. In the event of a vacancy in the Ward in which the subject property is located, the Mayor's office shall be consulted in the alternative.
- (b) Where approving power has been delegated to staff, the Deputy City Manager, Internal Corporate Services, in consultation with any other applicable Deputy City Manager or the City Manager, may determine that such matter is of such special interest that same should be returned to the relevant Committee and Council for consideration and determination.
- (c) Exercise of delegated authority is subject to all applicable Council policies, statutes or other applicable law.
- (d) Authority to approve financial commitments/expenditures is subject to all amounts being available in an approved budget, or funding being available from third party sources, except for "Strategic Property Acquisitions" as set out in EX44.22 adopted by Council August 25, 26, 27 and 28, 2014, which identifies alternative funding mechanisms subject to additional approval requirements.
- (e) Property interests are to be based on appraised value, and no interest shall be granted at less than market value unless otherwise specifically authorized.
- (f) Authority to approve transactions at less than market value is subject to statutory anti-bonusing provisions.
- (g) Total compensation means the aggregate of all types of payments, including land value, estimated clean-up costs, potential arbitration awards, loss claims, etc., but exclusive of any applicable taxes and registration costs.
- (h) Authority to acquire property is conditional upon provision being made to bring the property into compliance with applicable MOE or other requirements such that it will be fit for its intended municipal purpose, except for property acquisitions of 50M<sup>2</sup> or less for transit shelter purposes.
- (i) Authority to initiate the permanent road closure process in **A.4** is conditional upon confirmation by the GM of Transportation Services that it is feasible to permanently close the highway.
- (j) Disposal authorities in **A.7** are subject to the property having been declared surplus, and the disposal policy complied with.
- (k) Land exchanges, except for those in **A.8**, may be authorized based on the delegated Approving Authority for disposals in **A.7**.
- (l) Approving Authority with respect to land located in the Designated Waterfront Area as defined in the *Toronto Waterfront Revitalization Corporation Act, 2002* is conditional upon the approval of the Director, Waterfront Secretariat.
- (m) Authority to approve an exchange of land in **A.8** is conditional upon confirmation by the Chief Planner and Executive Director of City Planning, and the GM of Parks, Forestry & Recreation, that the land being exchanged is (i) nearby land of equivalent or larger area, and (ii) of comparable or superior green space utility.
- (n) Approving Authority in **A.9** Leases (City as Landlord) but not Licences (City as Licensor) is limited to periods (including options/renewals) of less than twenty-one (21) years, as leases of 21 years or more may be authorized based on the delegated Approving Authority for disposals in **A.7**.
- (o) Total compensation in leasing matters where the City is landlord (**A.9**) includes the value of tenant improvements if factored into tenant's rental payments.
- (p) Total compensation in leasing matters where the City is the tenant (**A.10**) includes the value of any tenant improvements to be paid by the City.
- (q) Where options/renewals are included in leases, if the renewal rent is to be determined at a date later than the original approval date, total compensation is to be calculated as though all options are exercised, estimating the renewal rent based on the highest rent payable in the first term of the lease.
- (r) Total compensation in leasing matters where the City is landlord (**A.9**) or tenant (**A.10**) is to be calculated from the date of approval pursuant to this delegation (ie. first allowing for the expiry of any prior approvals, whether by Council or a delegated authority).
- (s) Approving Authority in leasing matters includes authority to approve renewals/extensions within the parameters of the delegated Approving Authority.
- (t) Approving Authority includes authority for amendments within the parameters of the delegated Approving Authority, the cumulative total of which may not exceed the delegated financial limit.
- (u) Where proposed additional amounts in **A.13** exceed 10 per cent of the original decision, even if otherwise in compliance with all other conditions, then Approving Authority is transferred upwards to the next more senior level of Approving Authority having the relevant overall financial limit.
- (v) Approving Authority includes authority for all documents necessary to implement the authority, including ancillary agreements, on terms and conditions satisfactory to the Approving Authority, in consultation with the relevant operating Division(s).
- (w) Staff positions referred to in this delegation include successors from time to time.
- (x) Documents are to be in a form satisfactory to the City Solicitor (including indemnity and insurance provisions).
- (y) Delegated signing authorities in **B** are conditional upon the documents having received the City Solicitor's prior "Approval as to Form".
- (z) Authority to use land acquired by the City for parking purposes by the Toronto Parking Authority is conditional upon Council enacting a by-law designating such use.
- (aa) All residential leasing documents shall adhere to the *Residential Tenancies Act, 2006* and any successor legislation.
- (bb) Despite GC(n), Approving Authority in residential leasing matters is not limited to periods of less than twenty-one (21) years and total compensation in residential leasing matters where the City is landlord is to be calculated based on an assumed term of ten years unless the lease term expressly identified therein is longer.
- (cc) Where Approving Authority has been delegated to the Manager level, such authority shall be conditional upon the Manager first having secured the written concurrence of a second Manager within the Real Estate Services Division.
- (dd) Where the City is transacting with a public agency, and such agency requires that an unqualified environmental indemnity be granted by the City, the authority to acquire property includes authority to grant such an indemnity, provided that the Phase I and Phase II environmental site assessments undertaken on behalf of the City have identified no significant environmental impacts or human health threats, with no, or minor action required ("Low Risk").

## Appendix "A" – Major Terms & Conditions

### **Tie Back & Shoring Licence**

**Licensor:**

City of Toronto.

**Licensee:**

Liberty Market Tower Inc. (as general partner of and on behalf of Liberty Market Tower LP)

**Licensed Area:**

4,494 square feet of subsurface area beneath the City-owned lands shown shaded on the Tie-Back Plan in Appendix "C"

**Licence Fee:**

\$154,000.00 plus HST

**Commencement Date:**

November 1, 2018

**Term:**

2 years

**Insurance:**

The Licensee shall obtain and maintain, throughout the term of the Licence, comprehensive general liability insurance against claims for bodily injuring (including death) and property damage in an amount not less than \$10,000,000.00 per occurrence. Such insurance shall name the City of Toronto as additional insured.

**General Indemnity and Release:**

The Licensee shall indemnify and save the City harmless from and against any and all proceedings whatsoever imposed on the City in respect of any loss, damage or injury arising as a result of the Licensee's occupancy or use of the Licensed Area.

**De-stressing of tie-backs:**

The Licensee represents and warrants that following the expiry of six (6) months from the date of completion of construction of the ground floor slab of the development, the tie-backs will no longer be required and, at that time, any or all of the tie-backs can be de-stressed and removed from the Licenced Area without consequence.

The City shall retain the right to de-stress and remove any or all of the tie-backs from the Licenced Area at any time following the expiry of six (6) months from the slab completion date. The City shall have the right to enter the development lands for such purpose and the Licensee shall provide its full co-operation to the City with respect thereto.

### **Construction Crane Swing Licence**

**Licensor:**

City of Toronto.

**Licensee:**

Liberty Market Tower Inc. (as general partner of and on behalf of Liberty Market Tower LP)

**Licensed Area:**

4,844 square feet of air space area above the City-owned lands shown shaded on the Crane Swing Plan in Appendix "C".

**Licence Fee:**

\$63,360.00 plus HST.

**Commencement Date:**

December 1, 2018

**Term:**

22 months

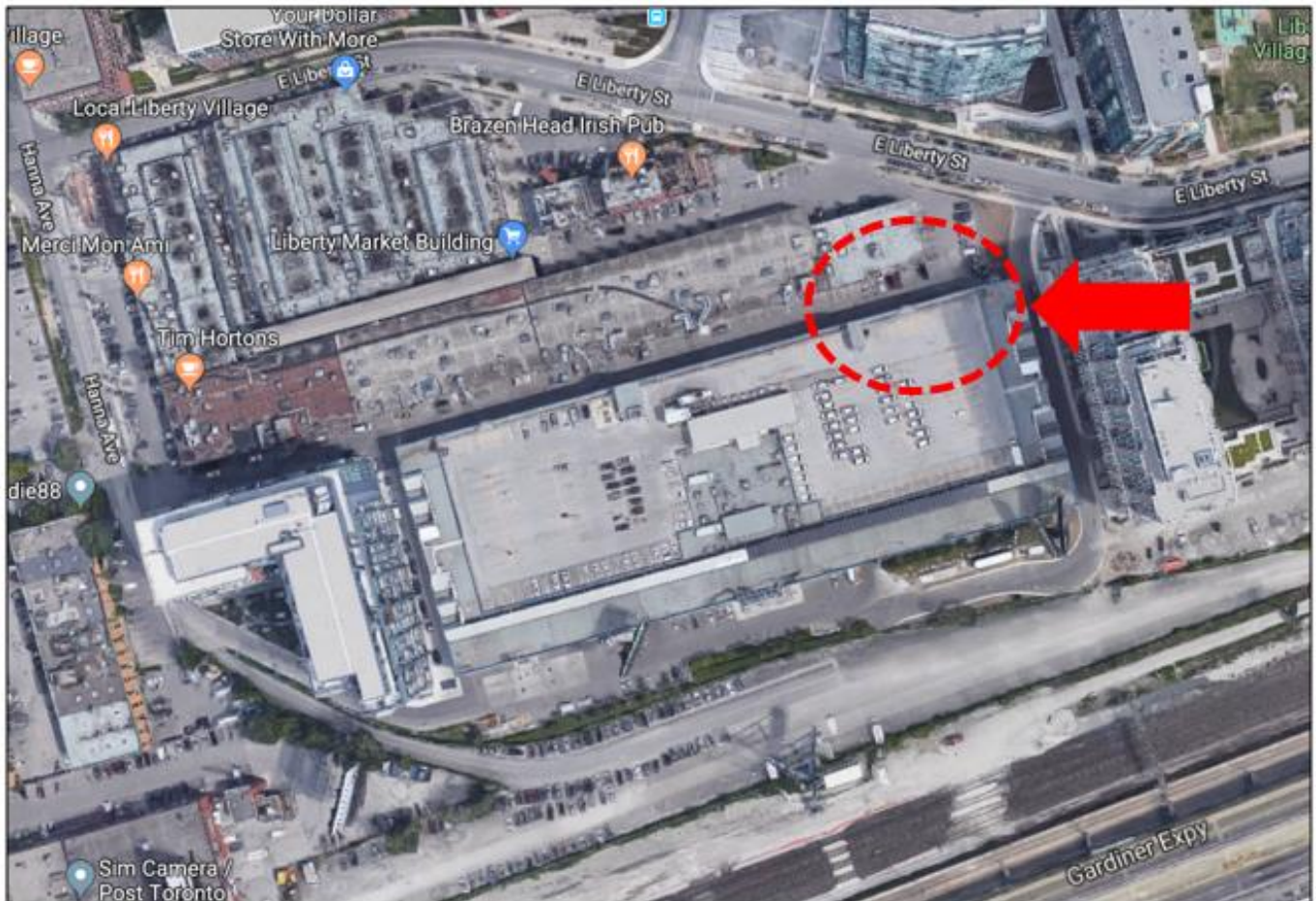
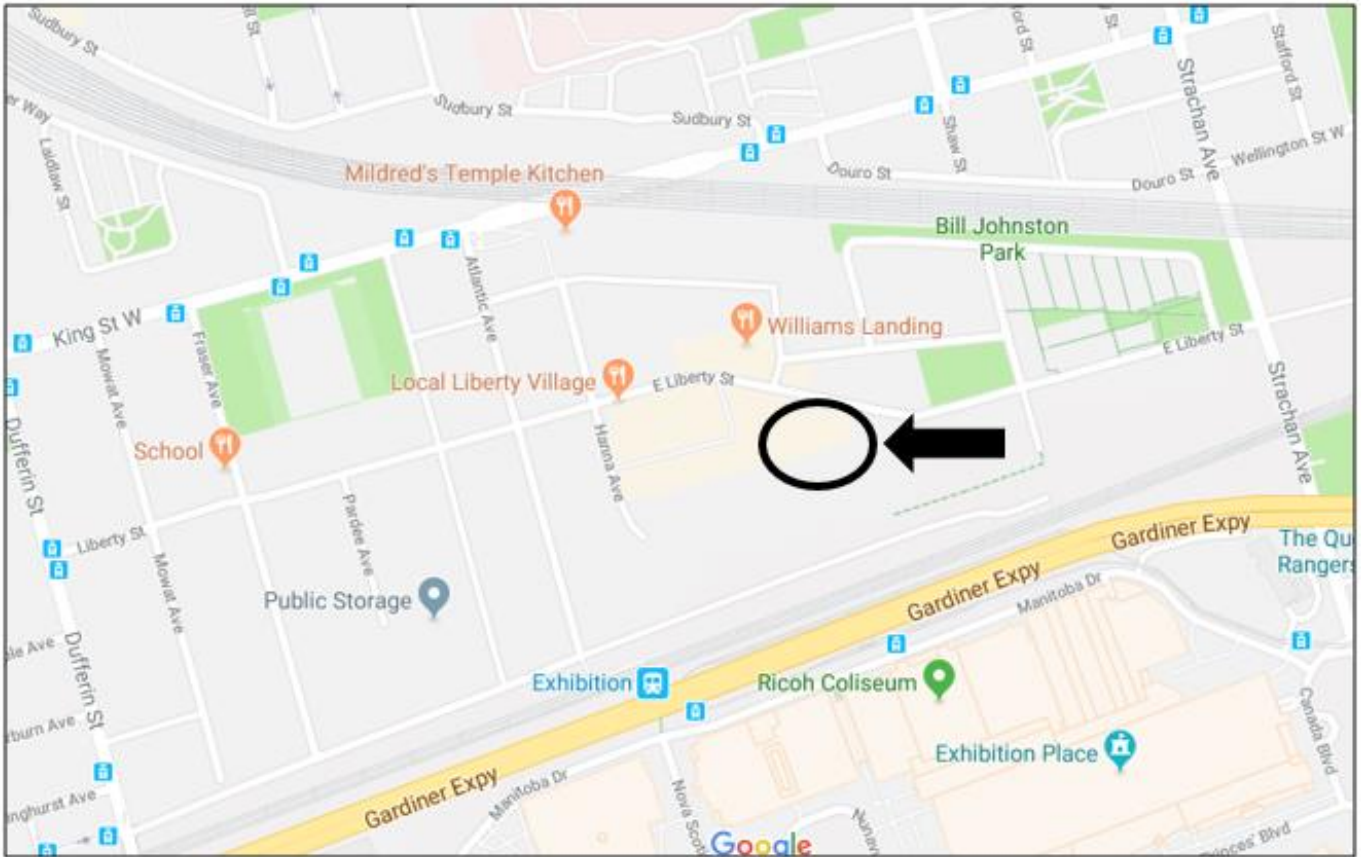
**Insurance:**

The Licensee shall obtain and maintain, throughout the term of the Licence, comprehensive general liability insurance against claims for bodily injuring (including death) and property damage in an amount not less than \$20,000,000.00 per occurrence. Such insurance shall name the City of Toronto as additional insured.

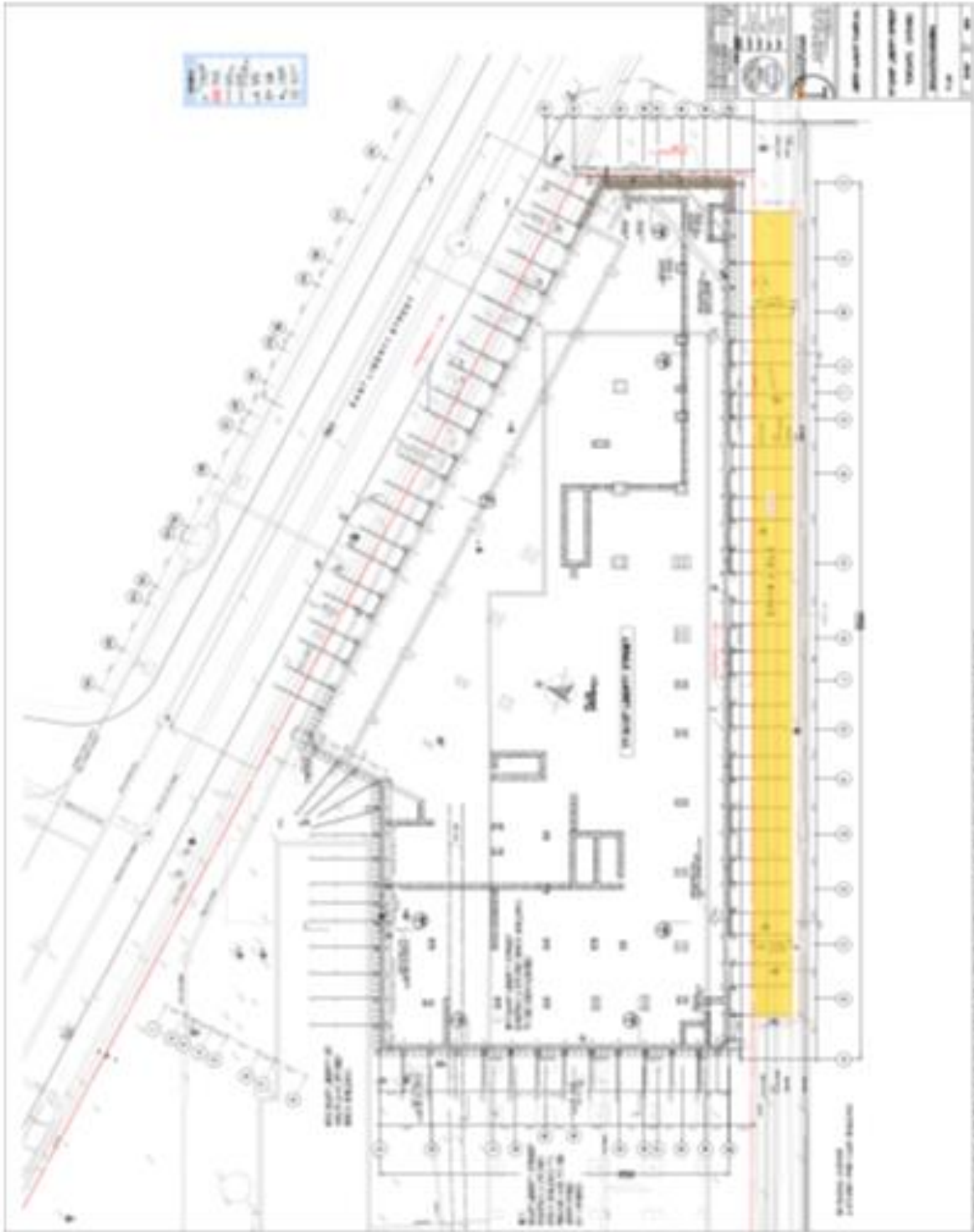
**General Indemnity and Release:**

The Licensee shall indemnify and save the City harmless from and against any and all proceedings whatsoever imposed on the City in respect of any loss, damage or injury arising as a result of the Licensee's occupancy or use of the Licensed Area.

### Appendix "B" – Location Map



### Appendix "C" – Tie-Back Plan (Shaded Area)



### Appendix "C" – Crane Swing Plan (Shaded Area)

