

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

TRACKING NO.: 2020-088

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, as adopted by City Council on May 22, 23 & 24, 2018 and Item GL9.14, as adopted by City Council on November 26 & 27, 2019 or, where applicable, contained in Item EX28.8, as adopted by City Council on November 7, 8 & 9, 2017.

applicable, contained	in Item EX28.8, as adopted by City Council on							
Prepared By:	Mark Gunaratnam Division: Corporate Real Estate Management							
Date Prepared:	March 24, 2020 Phone No.: 416-392-2598							
Purpose Property	To obtain authority to enter into a lease agreement with Quadcam Development Group (the "Landlord") with respect to the property municipally known as 2800 Keele Street West, Toronto for purpose of operating a constituency office in ward of Councillor James Pasternak (the "Lease"). The property municipally known as Unit 1, 2800 Keele Street West, Toronto, being part of PIN 10265-0539 (LT) and							
Гюренту	PIN 10265-0540 (the "Property"), as shown on the Location Map in Appendix "B".							
Actions	 Authority be granted to enter into the Lease with the Landlord, substantially on the major terms and conditions set out in Appendix "A", and including such other terms as deemed appropriate by the approving authority herein, and in a form satisfactory to the City Solicitor. 							
Financial Impact	The total estimated cost to the City for the combined term of two (2) years and nine (9) months will be approximately \$74,012.90 (plus HST) or \$75,315.53 (net of HST recoveries). If the option to extend for the next term of Council is exercised, the total cost to the City of Toronto over the initial term and the four (4) year extension will be approximately \$182,696.35 (plus HST) or \$185,911.80 (net of HST recoveries), using the current rates as estimates.							
	Funding is available in the 2020 Council Approved Operating Budget for City Council, as part of the Constituency Services and Office Budget under cost centre CNY006-6610000000 for office rent and the Councillor's Office Budget under cost centre CNX006-6610000000 for parking.							
	The Chief Financial Officer and Treasurer has reviewed this DAF and agrees with the financial impact information.							
Comments	At its meeting on July 11, 12 and 13, 2012, City Council adopted and amended report EX21.9 "Policy Changes to Councillor Officer Operations" in doing so, City Council directed that the provision of a constituency office, within a civ centre (including City Hall) or within the Councillor's respective ward, be funded from the General Council Account Budget.							
	The ward boundaries were changed when City Council was cut from 47 to 25 wards. Councillor James Pasternak was previously the elected representative for Ward 10, and is now the elected representative for Ward 6 (which is comprise of former Wards 9 and 10). Since April 1, 2011, Councillor Pasternak has leased a constituency office at 638 Sheppal Avenue West, which is central and convenient location for residents of the former Ward 10. However, 638 Sheppal Avenue West is not a central and convenient location for residents of the current Ward 6. Ultimately, 2800 Keele Stre was selected due to its central and convenient location.							
	The proposed rent and other major terms and conditions of the Lease are considered to be fair, reasonable and reflective of market rates.							
Terms	See Appendix "A".							
Property Details	Ward:	Ward 6 – York Centre						
	Assessment Roll No.:							
	Approximate Size:							
		82.96 m ² ± (893 ft ² ±)						
	Other Information:	•						
	1							

Α		Manager, Real Estate Services has approval authority for:	Director, Real Estate Services has approval authority for:					
1.	Acquisitions:	Where total compensation does not exceed \$50,000.	Where total compensation does not exceed \$1 Million.					
2.	Expropriations:	Statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$50,000.	Statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$1 Million.					
3.	Issuance of RFPs/REOIs:	Delegated to more senior positions.	Issuance of RFPs/REOIs.					
4.	Permanent Highway Closures:	Delegated to more senior positions.	Initiate process & authorize GM, Transportation Services to give notice of proposed by-law.					
5.	Transfer of Operational Management to Divisions and Agencies:	Delegated to more senior positions.	Delegated to more senior positions.					
6.	Limiting Distance Agreements:	Where total compensation does not exceed \$50,000.	Where total compensation does not exceed \$1 Million.					
7.	Disposals (including Leases of 21 years or more):	Where total compensation does not exceed \$50,000.	Where total compensation does not exceed \$1 Million.					
8.	Exchange of land in Green Space System & Parks & Open Space Areas of Official Plan:	Delegated to more senior positions.	Exchange of land in Green Space System and Parks and Open Space Areas of Official Plan.					
9.	Leases/Licences (City as Landlord/Licensor):	(a) Where total compensation (including options/ renewals) does not exceed \$50,000.	(a) Where total compensation (including options/renewals) does not exceed \$1 Million.					
		(b) Where compensation is less than market value, for periods not exceeding three (3) months, including licences for environmental assessments and/or testing, etc.	(b) Where compensation is less than market value, for periods not exceeding six (6) months, including licences for environmental assessments and/or testing, etc.					
		Leases pursuant to the Community Space Tenancy Policy delegated to a more senior position.	Leases pursuant to the Community Space Tenancy Policy delegated to a more senior position.					
10	Leases/Licences (City as Tenant/Licensee):	Where total compensation (including options/ renewals) does not exceed \$50,000.	Where total compensation (including options/ renewals) does not exceed \$1 Million.					
11	. Easements (City as Grantor):	Where total compensation does not exceed \$50,000.	(a) Where total compensation does not exceed \$1 Million.					
		Delegated to more senior positions.	(b) When closing roads, easements to pre- existing utilities for nominal consideration.					
12	. Easements (City as Grantee):	Where total compensation does not exceed \$50,000.	Where total compensation does not exceed \$1 Million.					
13	Revisions to Council Decisions in Real Estate Matters:	Delegated to more senior positions.	Amendment must not be materially inconsistent with original decision (and subject to General Condition (u)).					
14	. Miscellaneous:	Delegated to more senior positions.	(a) Approvals, Consents, Notices and Assignments under all Leases/Licences (b) Releases/Discharges					
			(c) Surrenders/Abandonments					
			(d) Enforcements/Terminations					
			(e) Consents/Non-Disturbance Agreements/ Acknowledgements/Estoppels/Certificates					
			(f) Objections/Waivers/Caution					
			(g) Notices of Lease and Sublease					
			(h) Consent to regulatory applications by City, as owner					
			(i) Consent to assignment of Agreement of Purchase/Sale; Direction re Title					
			(j) Documentation relating to Land Titles applications					
			(k) Correcting/Quit Claim Transfer/Deeds					
В.	Director, Real Estate Service	s and Manager, Real Estate Services each has sign	ing authority on behalf of the City for:					
	Documents required to implem	ent matters for which he or she also has delegated approval a	uthority.					
	 Expropriation Applications and signing authority). 	Notices following Council approval of expropriation (Manager,	Transaction Services is only Manager with such					
	Director, Real Estate Services also has signing authority on behalf of the City for:							
	Agreements of Purchase and S	Sale and all implementing documentation for purchases, sales	and land exchanges not delegated to staff for approval.					
	 Community Space Tenancy Leases approved by delegated authority by the Deputy City Manager, Corporate Services and any related documents. 							

Consultation with Councillor(s)														
Councillor:	James Pasternak							Councillor:						
Contact Name:								Contact Name:						
Contacted by:	Phone	Χ	E-Mail		Memo		Other	Contacted by:		Phone	E-mail	Memo		Other
Comments:	No objection (August 21, 2019)							Comments:						
Consultation with Divisions and/or Agencies														
Division:	City Clerks							Division:	Financial Planning					
Contact Name:	No objection (March 24, 2020)							Contact Name:	Fil	Filisha Jenkins				
Comments:						Comments:	No	No objection (March 19, 2020)						
Legal Division Contact														
Contact Name:	Emily Ng													

DAF Tracking No.: 2020-	088	Date	Signature		
Concurred with by:	Manager, Real Estate Services		X		
X Recommended by: Approved by:	Manager, Real Estate Services Daran Somas	March 24 th , 2020	Signed By: Daran Somas		
X Approved by:	Director, Real Estate Services Alison Folosea	March 25 th , 2020	Signed By: Alison Folosea		

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, 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 market value and no interest shall be granted for an amount less than the appraised market value, nor additional compensation paid, unless specifically authorized by City Council.
- (f) Authority to approve any transaction 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 50M² 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.
- (I) 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 Term and Conditions

Premises: Unit #1, 2800 Keele Street, comprising of approximately 893 square feet

Landlord: Quadcam Development Group

Term: Two (2) years and Nine (9) Months, commencing March 1, 2020 and ending on November 30, 2022

Gross Rent: The City shall pay to Landlord a gross rent of:

Year 1: \$2,000.00 per month plus HST Year 2: \$2,000.00 per month plus HST Year 3: \$2,000.00 per month plus HST

<u>Utilities:</u> Hydro separately metered and payable by tenant. Hydro is expected to cost \$3,887.90 for the term.

Parking Rent: Year 1: \$125 per month plus HST for 2 parking spaces. Parking is expected to cost \$4,125.00 for the term.

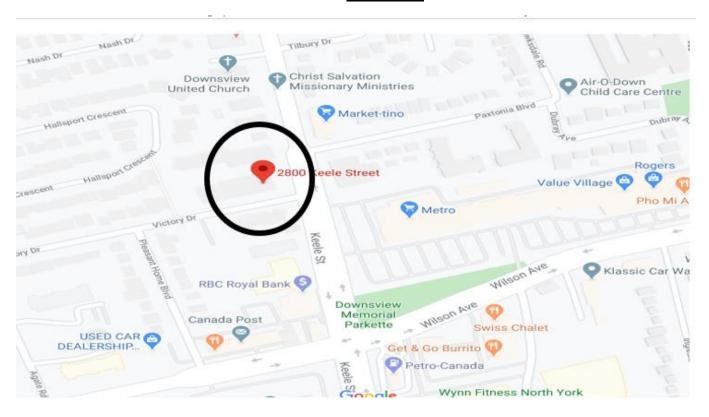
Early Termination: Automatic termination if the Councillor's term ends or he is no longer a member of City of Toronto Council. In addition, the Landlord or the City can terminate at any time, by providing Three (3) months prior written notice to the other.

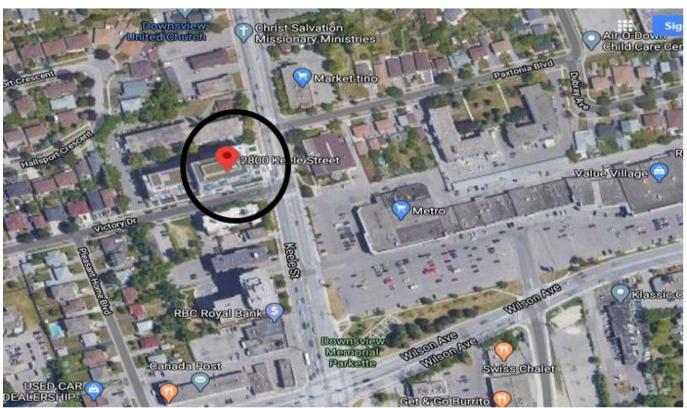
<u>Option to Extend:</u> The City has the option to extend the Agreement for a period equivalent to the next term of City Council on the same terms and conditions except rent, which will be negotiated based on the then fair market rent rate for comparable premises in the area.

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Appendix "B"

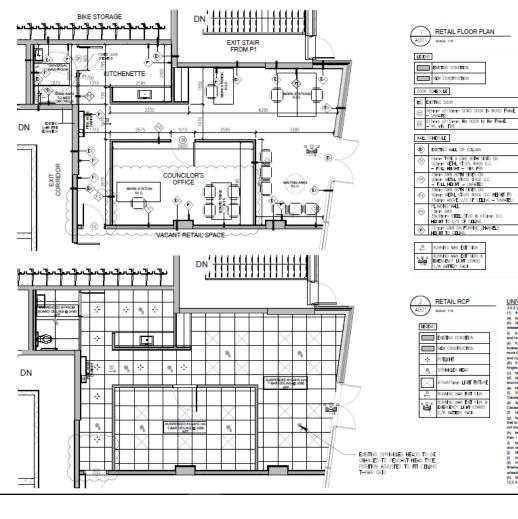
Location Map





DAF 2020-088

Floor Plan





2800 KEELE, RETAIL #1 TORONTO, ONTARIO

01	Issued for Review	2019/11/02
02	Issued for Permit	2019/11/20
03	Re-issued for Permit	2019/12/04
04	leaved for Construction	201913/0







Project No:	19074				
Scale:	1:75				
Date:	11/05/2019				
Drawn by:	A.C				

FLOOR PLAN AND RCP

Drawing Number

A001

UNIVERSAL WASHROOM NOTE
33.3.12, thereal Washroom is
(1) A statement selection and the selection of the sele

(d) have now where closed conforming to Article 3.5.3.6 pc has its located in accordance with Chestal 3.5.3.6 (pc) (or 10 kg).

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wheelchair, and
(ii) have lighting controlled by a motion sensor conforming to Sentence 122.4.1.(2).