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

TRACKING NO.: 2022-066

Approved pursuant to the Delegated Authority contained in Article 2 of City of Toronto Municipal Code Chapter 213, Real Property					
Prepared By:	Avery Carr	Division:	Corporate Real Estate Management		
Date Prepared:	March 7, 2022	Phone No.:	647-458-1934		
Purpose	To obtain authority for the City of Toronto (the "City"), as tenant, to enter into a lease extension and amending agreement (the "Lease Extension Agreement") with Queen Kingston Holdings Inc. (the "Landlord"), for the continued use of the building located at 1684 Queen Street East, Toronto, for the purpose of a temporary shelter.				
Property	Entirety of the property, including 50 units located at the property municipally known as 1684 Queen Street East, City of Toronto (the "Property") as shown on the Location Map in Appendix "B".				
Actions	 Authority be granted to enter into a Lease Extension and Amending Agreement with the Landlord for an extension term of one (1) month and fifteen (15) days, commencing on April 1, 2022 and expiring on May 15, 2022, substantially on the major terms and conditions set out in Appendix "A", and including such other terms and conditions as may be deemed appropriate by the Director, Transaction Services (the "Director") and in a form acceptable to the City Solicitor. 				
Financial Impact	The following costs will be incurred by the City in connection with the Lease:				
	1. Total cost to the City will be \$101,393.96 (plus HST) per month (50 units x \$2,027.88 per month), or \$103,178.49 (net of HST recoveries) payable in monthly installments for total net rent for the term of \$152,090.94 (plus HST), or \$154,767.74 (net of HST recoveries).				
	2. The City shall be responsible for additional rent, being all costs arising from its use of the Property including any operating costs, minor repairs and maintenance, utilities and taxes.				
	The expenditures outlined above reflect COVID-19 related financial impacts which are being tracked and monitored corporately. The immediate and short-term impacts will be funded by leveraging and/or redirecting federal/provincial funding with longer term financial impacts anticipated to be funded from the COVID-19 recovery fund. Funding is available in the 2022 Council Approved Operating Budget for Shelter, Support & Housing Administration under cost centre HS100X.				
	The Chief Financial Officer and Treasure identified in the Financial Impact section		DAF and agrees with the financial implications as		
Comments	The City continues to follow the guidance of the City's Medical Officer of Health and Provincial guidelines related to COVID-19 for congregate living settings. By an Offer to Lease dated April 27, 2020 (the "Lease"), the City leased the Property from the Landlord for a term commencing on April 28, 2020 and expiring on July 27, 2021. The Lease provided for the option to extend by three (3) months, which was exercised, with the extended term expiring on October 27, 2021. The Lease was further extended with a term commencing on October 28, 2021 and expiring on March 31, 2022.				
	The Property consists of a 50 unit building. The Property will continue to be used to provide temporary accommodation for shelter clients to meet the needs of isolation and/or recovery of shelter clients and other shelter needs. The facility will continue to be operated by a service provider as deemed appropriate by SSHA.				
	The major terms and conditions remain the same as the original Lease with the exception of those outline Appendix "A". SSHA has approved the proposed Lease Extension Agreement and confirmed that the term conditions are fair, reasonable and aligned with the service needs required to support the City's response COVID-19 pandemic. Real Estate staff consider the terms and conditions of the proposed Lease Extension Agreement to be fair and reasonable and reflective of market rates.				
Terms	Refer to Appendix "A" for the Terms and Conditions				
Property Details	Ward:	19 – Beaches East Y	⁄ork		
	Assessment Roll No.:				
	Approximate Size:				
	Approximate Area:				
	Other Information:				

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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.
2A. Expropriations Where City is Expropriating Authority:	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.
2B. Expropriations For Transit- Related Purposes Where City is Property Owner or Has Interest in Property Being	(a) Acceptance of statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$50,000.	(a) Acceptance of statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$1 Million.
Expropriated:	(b) Request Hearings of Necessity.	(b) Request Hearings of Necessity.
	(c) Waive Hearings of Necessity.	(c) Waive Hearings of Necessity.
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.
 Transfer of Operational Management to Divisions, Agencies and Corporations: 	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.
 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.
 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.	X 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/Estoppel Certificates (f) Objections/Waivers/Cautions
		(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

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B. Director, Real Estate Services and Manager, Real Estate Services each has signing authority on behalf of the City for:

- Documents required to implement matters for which each position also has delegated approval authority.
- Expropriation Applications and Notices following Council approval of expropriation (Manager, Transaction Services is only Manager with such signing authority).

Director, Real Estate Services also has signing authority on behalf of the City for:

- Agreements of Purchase and 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.

Pre-Condition to Approval

X Complies with General Conditions in Appendix B of City of Toronto Municipal Code Chapter 213, Real Property

Consultation with Councillor(s)							
Councillor:	Councillor Bradford	Councillor:					
Contact Name:	Ashley Millman	Contact Name:					
Contacted by:	Phone X E-Mail Memo Other	Contacted by:	Phone E-mail Memo Other				
Comments:	Notified (Mar 8, 2022)	Comments:					
Consultation with Divisions and/or Agencies							
Division:	Shelter, Support & Housing Administration	Division:	Financial Planning				
Contact Name:	Loretta Ramadhin, Project Director	Contact Name:	Ciro Tarantino				
Comments:	Comments incorporated (Mar 9, 2022)	Comments:	No comments (Mar 10, 2022)				
Legal Services Division Contact							
Contact Name:	Soo Kim Lee (Mar 8, 2022)						

DAF Tracking No.: 2022-066		Date	Signature
X Recommended by: Approved by:	Manager, Real Estate Services Ronald Ro	March 21, 2022	Signed by Ronald Ro
X Approved by:	Director, Real Estate Services Alison Folosea	March 22, 2022	Signed by Alison Folosea

Appendix "A" Revised Major Terms and Conditions

1. <u>Extended Term</u>: The Term is extended for one month and fifteen days, from April 1, 2022 to expire on May 15, 2022 ("Third Extension Term").

2. <u>Minimum Rent</u>: shall be payable throughout the First Extension Term in the same amount as set out in Section **4(1)** of the Lease.

3. <u>No further Extension</u>: The lease as extended shall expire on May 15, 2022 at midnight. There shall be no extension whatsoever.

Appendix "B"

Location Map

