TRACKING NO.: 2022-293



# DELEGATED APPROVAL FORM DIRECTOR, REAL ESTATE SERVICES

DIRECTOR, REAL ESTATE SERVICES MANAGER, REAL ESTATE SERVICES

Approve	d pursuant to the				2 of City of Tor	onto Municipal Code Chapter 213, Real Property
Prepared By:	Eric Allen			Divisio	n:	Corporate Real Estate Management
Date Prepared:	November 30, 2022			Phone		416-392-1852
Purpose	To obtain authority for the City of Toronto (the "City") to enter into a lease extension agreement with Quadcam Commercial Properties Limited (the "Landlord") with respect to the property municipally known as 2800 Keele Street, Toronto for purpose of maintaining a constituency office for Ward 6, Councillor James Pasternak (the "Lease Extension Agreement").					
Property	The Leased Premises are Suite 1, 2800 Keele Street, Toronto, being part of PIN 10265-0539 (LT) and PIN 10265-0540 (the "Property"), as shown on the Location Map in Appendix "B". The Leased Premises consists of approximately 893 rentable square feet of space. The floor plan of the Leased Premises is attached hereto as Appendix "C".					
Actions	1. Authority be granted to enter into the Lease Extension Agreement 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 over the four (4) year term of the lease extension agreement, as outlined in Appendix A, is approximately \$117,840.00 (plus HST) or \$119,913.98 (net of HST recovery), of which \$108,000.00 (plus HST) or \$109,900.80 (net of HST recovery) is payable as gross rent, and \$9,840.00 (plus HST) or \$10,013.18 (net of HST recovery) as the estimated utilities and parking costs.					
	If the option to extend for the next term of City Council is exercised, the total cost to the City of Toronto over the current lease extension term and the next term of City Council will be approximately \$235,680.00 (plus HST) \$239,827.97 (net of HST recovery) using the current rates as estimates.  Funding is available in the 2022 Council Approved Operating Budget for City Council (under cost centre CNY) will be included in future operating budget submissions for Council consideration.					
	The Chief Financial Officer and Treasurer has reviewed this DAF and agrees with the financial implicate identified in the Financial Impact section. Costs to be incurred by the City for each fiscal year is as fol HST recovery):					
	Fiscal Year	Cost of Gross Rent	Estimated L + Parking		otal Estimated	
				208.61		
	2023			503.30		
	2024			03.30		
	2025	\$ 27,475.20 \$ 25,185.60		03.30 S		
	Total	\$ 109,900.80		13.18		
Comments	Councillor Of civic centre ( Account Bud	fficer Operations including City Ha Iget.	" in doing so all) or within	o, City C the Cou	ouncil directed ncillor's respe	ed and amended report EX21.9 "Policy Changes to d that the provision of a constituency office, within a octive ward, be funded from the General Council
	At its meeting on October 30, 31, and November 1, 2012, City Council adopted Recommendation 1 of report CC27.5 "Parameters for Councillor Constituency Offices" and approved the proposed parameters.					
	At its meeting on March 7, 2019, City Council amended and adopted EX2.5 "2019 Capital and Operating Budgets" amending the Parameters for Councillor Constituency Offices Policy to set the annual constituency office rent budget per Councillor for 2019. The parameters include an annual inflationary adjustment for the lease entitlement.					
	The proposed Lease Agreement enables Councillor James Pasternak to establish a constituency office within his Ward (Ward 6 – York Centre).					
	The proposed rent and other major terms and conditions of the Lease Agreement are considered to be fair reasonable and reflective of market rates.					
Terms	See Appendi	ix "A"				
Property Details	Ward:			Ward 6 – York Centre		
	Assessment Roll No.:			Not Applicable		
	Approximate Size:			Not Applicable		
	Approximate Area:				± (893 ft <sup>2</sup> ±)	
	Other Inform	nation:	١	Not Appli	cable	
l				- • •		

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.
<b>2A.</b> 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.
<ol> <li>Transfer of Operational Management to Divisions, Agencies and Corporations:</li> </ol>	Delegated to more senior positions.	Delegated to more senior positions.
<b>6.</b> 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.
<b>10.</b> 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.
<b>13.</b> 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
		(b) 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

### 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 (Managers whose position includes responsibility for implementing Council-approved expropriations are the only Managers 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 James Pasternak – Ward 6	Councillor:			
Contact Name:	Lesley Ruscica	Contact Name:			
Contacted by:	Phone X E-Mail Memo Other	Contacted by:	Phone E-mail Memo Other		
Comments:	No objections – 01-DEC-2022	Comments:			
Consultation with Divisions and/or Agencies					
Division:	City Clerk's Office	Division:	Financial Planning		
Contact Name:	Lesley Ruscica	Contact Name:	Filisha Jenkins		
Comments:	No objections – 01-DEC-2022	Comments:	No objections – 01-DEC-2022		
Legal Services Division Contact					
Contact Name:	Chris Cieslik				

DAF Tracking No.: 2022-293	Date	Signature
Concurred with by: Manager, Real Estate Services		X
Recommended by: Manager, Real Estate Services Ronald Ro Approved by:	Dec. 12, 2022	Signed by Ronald Ro
Approved by: Director, Real Estate Services Alison Folosea	Dec. 22, 2022	Signed by Alison Folosea

#### 2800 Keele Unit 1 DAF Tracking No.: 2022-293

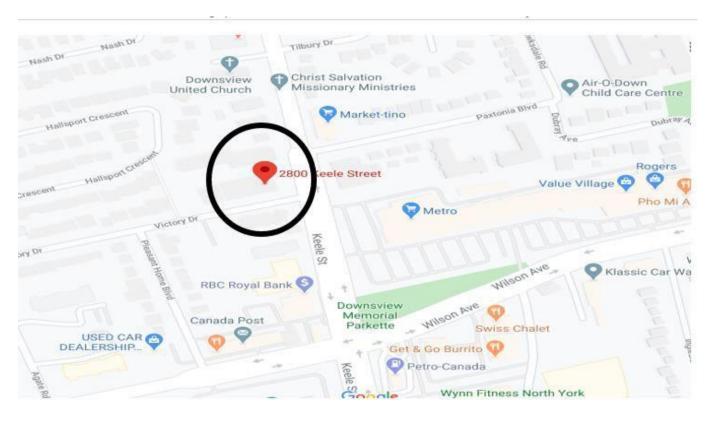
#### Appendix "A" - Major Terms and Conditions

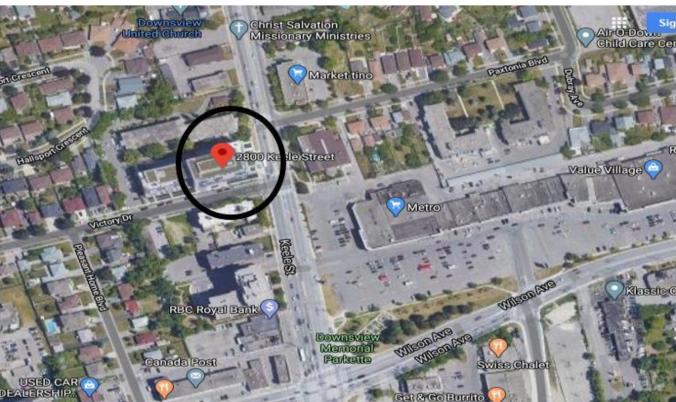
Premises:	Unit #1, 2800 Keele Street, comprising of approximately 893 square feet
Landlord:	Quadcam Commercial Properties Limited
Use:	A constituency office for Ward 6, Councillor James Pasternak
Lease Commencement:	December 1, 2022
Lease Expiry:	November 30, 2026 (4 year term)
Gross Rent:	\$2,250.00 monthly
Utilities:	Hydro separately metered and payable by tenant. Hydro is expected to cost \$3,840.00 for the term (exclusive of HST).
Parking Rent:	\$125 per month plus HST for 2 parking spaces. Parking is expected to cost \$6,000.00 for the term (exclusive of HST).
Early Termination:	This Lease shall terminate, if for any reason, Councillor James Pasternak's term as a Member of City of Toronto Council should end or at any time during the Term or any extension upon three (3) months written notice from the Tenant to the Landlord.
Option to Extend:	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.
Insurance:	The City shall, at its expense, arrange for commercial general liability insurance with liability coverage in the amount of not less than One Million (\$1,000,000.00) per occurrence.

# Municipal Capital Facilities Agreement

The Landlord acknowledges that the Tenant has the right, in its discretion, to request the Council of the City of Toronto ("City Council") to exempt the Leased Premises from taxation for municipal and school purposes under section 252 of the City of Toronto Act, 2006 and O. Reg. 598/06, both as amended, if the Tenant considers that the Leased Premises will be or are being used as a municipal capital facility. In the event that City Council passes a by-law for such an exemption, the Landlord and the Tenant shall be bound by the terms and conditions of the Municipal Capital Facility Agreement (within Schedule "B" of the Lease Agreement) as of the date of the by-law coming into force or the date when the term of the Lease commences, whichever is later. The Tenant shall notify the Landlord of the passage of the by-law. The Landlord agrees to pass the full benefit of such exemption on to the Tenant during the entire period of any such exemption, with the Tenant at its option taking such benefit as: (i) a rent credit or rent adjustment, or (ii) such other manner as the Tenant acting reasonably and in the interests of transparency shall require.

# Appendix "B" - Location Map





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# Appendix "C" - Floor Plan

