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

Date Prepared:     C       Purpose     T       Property     T       Actions     T       Financial Impact     T	municipally known as 705 Progress Ave computer training services (the " <b>Lease A</b> The property municipally known as 705 F Appendix <b>"A"</b> , comprising approximately	nue, Unit 102-103, I <b>greement</b> "). Progress Avenue, Ur	Corporate Real Estate Management (416) 392-7665 I PRO INC. (the <b>"Tenant"</b> ) with respect to the property Toronto, Ontario, for the purpose of providing IT and		
Purpose Property Actions Financial Impact	To obtain authority to enter into a lease a municipally known as 705 Progress Ave computer training services (the " <b>Lease A</b> The property municipally known as 705 F Appendix " <b>A</b> ", comprising approximately	greement with UWIN nue, Unit 102-103, . <b>greement</b> "). Progress Avenue, Ur	(416) 392-7665 I PRO INC. (the <b>"Tenant"</b> ) with respect to the property Toronto, Ontario, for the purpose of providing IT and		
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Actions Financial Impact	Appendix " <b>À</b> ", comprising approximately				
Financial Impact	1 Authority be granted to enter into the	The property municipally known as 705 Progress Avenue, Unit 102-103, Toronto, as shown on the Location Map in Appendix <b>"A"</b> , comprising approximately 1,973 sq. ft. (the <b>"Premises</b> ").			
( t	1. Authority be granted to enter into the Lease Agreement with the Tenant, substantially on the major terms and conditions set out in Appendix " <b>B</b> ", and including such other terms as deemed appropriate by the approving authority herein, and in a form satisfactory to the City Solicitor.				
t r i	705 Progress Avenue is a jointly owned facility between the City of Toronto and Toronto District Schoo (collectively, the "Landlord"). Net revenues collected are divided equally between the parties. The City's pot total revenues is \$35,514.00 (plus HST), based on the total minimum rent from the lease agreement of \$71 (plus HST), for the period of thirty-six (36) months commencing January 1, 2023 and ending December 31, the Lease Agreement, as per below table. The City's net revenue portion will be transferred to the dedicated p reserve fund (5% and 2% Land Acquisition Reserve Fund Scarborough - XR2007) less the management fer included under cost centre FA1378 in the 2023 Operating Budget submission for Corporate Real Management (CREM), as well as future operating budget submissions, for Council consideration.				
	2023: \$22,689.50 (plus HST)				
	2024: \$23,676.00 (plus HST)				
	2025: \$24,662.50 (plus HST)				
	Total: \$71,028.00 (plus HST)				
	The tenant is responsible for the Proportionate Share of realty taxes, building insurance and maintenance, as well as all other operating costs of the building including water, gas, hydro, heating and air conditioning.				
	The Chief Financial Officer and Treasu identified in the Financial Impact section.		is DAF and agrees with the financial implications as		
i r s E v r t	705 Progress Avenue is an industrial mall type of property consisting of approximately 156,000 square feet acqui in August, 1996 by the former City of Scarborough in partnership with the former Scarborough Board of Education now the Toronto District School Board (the " <b>Board</b> "). Pending development of the property as a future park and a school facility, it was decided to continue to lease the units to multiple tenants. Former City of Scarborough and t Board entered into an Operating Agreement dated January 2, 1997, which provided that the City, in consultation with the Board, would engage a property manager (currently Compass Commercial Realty LP) and enter into a management agreement. The City and the property manager would be responsible for the day-to-day operation the property. There are no plans at the present time to carry out the intended uses by the City and the Board for property. The Board acknowledged the receipt of the Tenant's basic information, as well as Appendix A and B of this Delegated Approval Form from the City.				
	The proposed rent and other major ter reasonable and reflective of market rates		of the Lease Agreement are considered to be fair,		
Terms	See Appendix " <b>B</b> "				
Property Details	Ward: 2	4-Scarborough Guile	dwood		
		Part of 1901-05-2-81			
		J/A	J-0 <b>-</b> 7000		
		,973 Square Feet			

		2 of 6
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.
<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.
<ol> <li>Disposals (including Leases of 21 years or more):</li> </ol>	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.
<ol> <li>Leases/Licences (City as Landlord/Licensor):</li> </ol>	(a) Where total compensation (including options/ renewals) does not exceed \$50,000.	X (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.
<b>11.</b> 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.
<b>12.</b> 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
		(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

### 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.

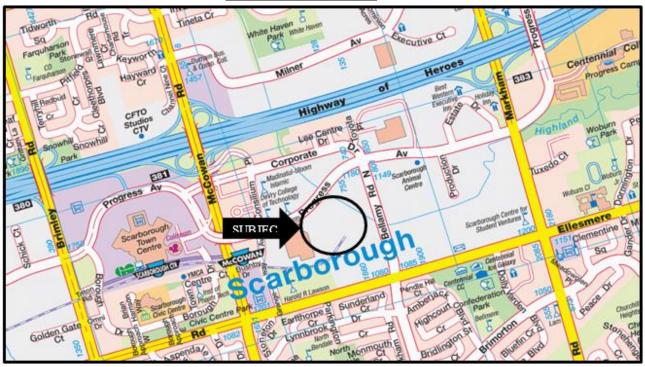
#### **Pre-Condition to Approval**

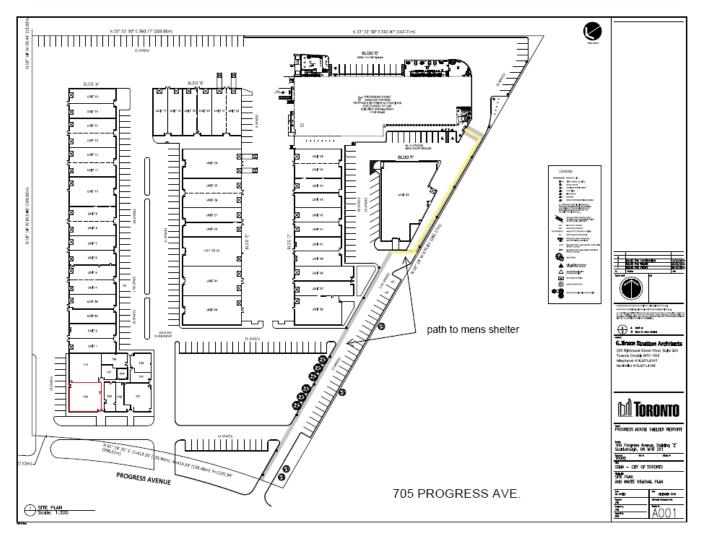
x Complies with General Conditions in Appendix B of City of Toronto Municipal Code Chapter 213, Real Property

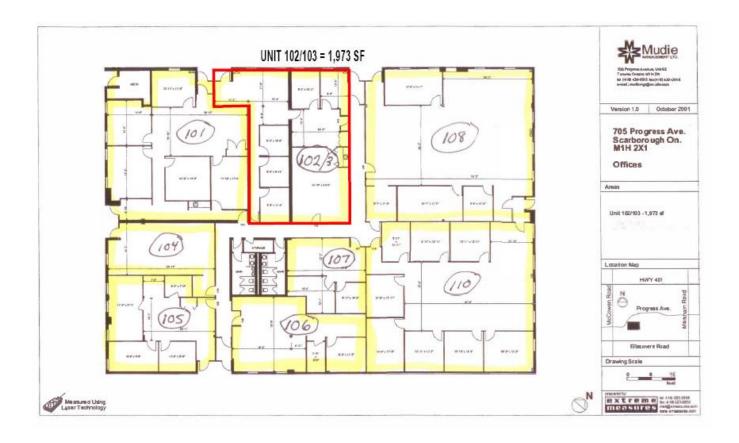
Consultation with Councillor(s)							
Councillor:	Paul Ainslie	Councillor:					
Contact Name:	Antonette DiNovo	Contact Name:					
Contacted by:	Phone x E-Mail Memo Other	Contacted by:	Phone E-mail Memo Other				
Comments:	Jan 25, 2023 - Approved	Comments:					
Consultation with Divisions and/or Agencies							
Division:		Division:	Financial Planning				
Contact Name:		Contact Name:	Filisha Jenkins				
Comments:		Comments:	Jan 03, 2023 - No Objections				
Legal Services Division Contact							
Contact Name:	Frank Weng (Comments incorporated)						

DAF Tracking No.: 2023-037	Date	Signature
		X
X Recommended by: Manager, Real Estate Services Abdulle Elmi Approved by:	February 2, 2023	Signed by Abdulle Elmi
X Approved by: Director, Real Estate Services Graham Leah	February 2, 2023	Signed by Graham Leah

Appendix "A" Floor Plan & Location Map







## Appendix "B" Major Terms and Conditions

Minimum Rent:	Month 1-12\$22,689.50 net of HST (\$11.50/ft²)Month 13-24\$23,676.00 net of HST (\$12.00/ft²)Month 25-36\$24,662.50 net of HST (\$12.50/ft²)	
Additional Rent:	Estimated \$11,660.43, plus any applicable taxes based on the 2023 operating cost budget rate of $5.91/ft^2$	
Area of Premises:	Approximately 1,973 ft <sup>2</sup> .	
Term:	Three (3) years (January 1, 2023 – December 31, 2025).	
Use:	The Leased Premises shall be used and shall continually be operated throughout the term for computer service and training.	
Landlord's Work:	N/A	
Prepaid Rent	First Month Rent = N/A	
	Last Month Rent = \$3,349.81	
	Total = \$3,349.81	
Security Deposit:	\$3,349.81	
Option to Extend:	N/A	
Tenant's Early Termination:	Provided the Tenants Lease is in good standing, upon three (3) months written termination notice.	
Landlord's Early Termination:	Upon three (3) months written termination notice.	
NSF Fee:	\$40.00 per NSF cheque.	
Late Payment Charges:	1.25% per month or 15% per annum.	
Payment:	Tenant to provide post-dated monthly cheques or arrange to pay the same by pre- authorized bank payment.	
Parking:	N/A	
Water Heater:	N/A	
Tenant Acknowledgement:	The Tenant acknowledges that portions of the Lands and Building are being used to provide shelter services. The Tenant releases the Landlord from all liability, costs, damages, claims or demands claimed to be caused by such shelter services, including interference with business operation and quiet enjoyment.	