

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

| Approve          | ed pursuant to the Delegated Authority  | y contained in Article 2 of City of Tor | onto Municipal Code Chapter 213, Real Property |  |  |
|------------------|---|---|--|--|--|
| Prepared By:     | Winnie Lam  | Division:                               | Corporate Real Estate Management               |  |  |
| Date Prepared:   | March 3, 2023   | Phone No.:                              | 437-991-8040                                   |  |  |
| Purpose          | To obtain authority for the City of Toronto (the "Tenant") to enter into a business terms agreement (the "Agreement") with Dundas and Parliament Development Corporation (the "Landlord") with respect to the property municipally known as 329 Parliament Street, Unit 4, Toronto, Ontario for use as a constituency office for Councillor Chris Moise.  |   |  |  |  |
| Property         | The property municipally known as 329 Parliament Street, Toronto, legally described as BLOCK 1, PLAN 66M2449 EXCEPT PTS 1 & 2 PL 66R24738; S/T & T/W EASEMENTS AS SET OUT IN SCHEDULE A OF DECLARATION NO AT2353530; SUBJECT TO AN EASEMENT IN FAVOUR OF ROGERS CABLE COMMUNICATIONS INC. AS IN AT2121511; SUBJECT TO AN EASEMENT OVER BLOCK 1 PLAN 66M2449 IN FAVOUR OF BELL CANADA AS IN AT2323369; SUBJECT TO AN EASEMENT IN FAVOUR OF BLOCK 3, PLAN 66M2449 AS IN AT2331427; CITY OF TORONTO, being part of PIN 21082-0507 (LT) (the "Property"), as shown on the Location Map in Appendix "B".   |   |  |  |  |
| Actions          | <ol> <li>Authority be granted to enter into the Agreement and the resultant Lease with the Landlord, substantially on the<br/>major terms and conditions set out in Appendix "A", and including such other or amended terms and conditions as<br/>deemed appropriate by the approving authority herein, and in a form satisfactory to the City Solicitor.</li> </ol>  |   |  |  |  |
| Financial Impact | The total cost to the City over the three (3) years and six and a half (6.5) months is \$171,623.25 (plus HST) or \$174,643.82 (net of HST recovery).   |   |  |  |  |
|                  | The total cost to be incurred by the City for each fiscal year is as follows:   |   |  |  |  |
|                  | 2023: \$27,353.85   |   |  |  |  |
|                  | 2024: \$50,499.42   |   |  |  |  |
|                  | 2025: \$50,499.42   |   |  |  |  |
|                  | 2026: \$46,291.13   |   |  |  |  |
|                  | Total: \$174,643.82 (net of HST recovery)   |   |  |  |  |
|                  | At the end of the Term, the City has an option to extend, for another four (4) years (the "Extended Term"). The annual minimum rent rate will be based upon the then prevailing fair market net rental rate for similar premises, which will not be less than the rate paid for the last year of the current term.  |   |  |  |  |
|                  | Funding is available in the 2023 Council Approved Operating Budget for City Council under cost centre CNY013 / functional area 6610000000 and will be included in future year operating budget submissions for Council consideration.   |   |  |  |  |
|                  | The Chief Financial Officer and Treasurer has reviewed this DAF and agrees with the financial implications as identified in the Financial Impact section.   |   |  |  |  |
| Comments         | At its meeting on July 11, 12 and 13, 2012, City Council adopted and amended report EX21.9 "Policy Changes to Councilor Officer Operations" and in doing so, Council directed that the provision of a constituency office, within a civic centre (including City Hall) or within the Councilors' respective ward, be funded from the General Council Account, and further, that staff develop appropriate parameter for these spaces. At its meeting on October 30, 31, and November 1, 2012, the Council adopted Item CC27.5, titled "Parameters for Councillor Constituency Offices." In so doing, the Council approved the parameters for Councillor constituency offices. At its meeting on March 7, 2019, Council adopted Item EX2.5, titled "2019 Capital and Operating Budgets," to set the annual constituency office rent budget and to include an annual inflationary adjustment for the lease entitlement. |   |  |  |  |
| Terms            | See Appendix "A".   |   |  |  |  |
| Property Details | Ward:   | Ward 13 – Toronto Ce                    | ntre   |  |  |
|                  | Assessment Roll No.:  | 190407225000212000                      | 0  |  |  |
|                  | Approximate Size:   |   |  |  |  |
|                  |   |   |  |  |  |
|                  | Approximate Area:   | 919 ft <sup>2</sup> ±                   |  |  |  |

|  |   | 2 of 5  |
|--|---|---|
| Α.   | Manager, Real Estate Services has approval authority for:   | Director, Real Estate Services<br>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<br>Expropriating Authority:   | Statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$50,000.  | Statutory offers, agreements and settlements<br>where total compensation does not cumulatively<br>exceed \$1 Million.   |
| 2B. Expropriations For Transit-<br>Related Purposes Where City<br>is Property Owner or Has<br>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,<br>agreements and settlements where total<br>compensation does not cumulatively<br>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<br>Services to give notice of proposed by-law.  |
| 5. Transfer of Operational<br>Management to Divisions,   | Delegated to more senior positions.   | Delegated to more senior positions.   |
| Agencies and Corporations:<br>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<br>Space System & Parks & Open<br>Space Areas of Official Plan:                             | Delegated to more senior positions.   | Exchange of land in Green Space System and<br>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.  | X (a) Where total compensation (including options/<br>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<br>Policy delegated to a more senior position.   |
| <b>10.</b> Leases/Licences (City as Tenant/Licensee):  | Where total compensation (including options/<br>renewals) does not exceed \$50,000.   | Where total compensation (including options/<br>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-<br>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<br>with original decision (and subject to General<br>Condition (U)).  |
| 14. Miscellaneous:   | Delegated to more senior positions.   | (a) Approvals, Consents, Notices and<br>Assignments under all Leases/Licences   |
|  |   | (b) Releases/Discharges   |
|  |   | (c) Surrenders/Abandonments   |
|  |   | (d) Enforcements/Terminations<br>(e) Consents/Non-Disturbance Agreements/   |
|  |   | Acknowledgements/Estoppel Certificates  |
|  |   | (f) Objections/Waivers/Cautions   |
|  |   | (g) Notices of Lease and Sublease<br>(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: Ward 13 - Toronto Centre Councillor: Contact Name: Chris Moise Contact Name: Contacted by: Contacted by: Phone X E-Mail Memo Other Phone E-mail Memo Other Comments: No issues Comments: **Consultation with Divisions and/or Agencies** City Clerk Division: Division: **Financial Planning** Contact Name: Lesley Ruscica Contact Name: Filisha Jenkins Comments: No issues Comments: No issues Legal Services Division Contact Contact Name: Frank Weng

| DAF Tracking No.: 2023-072                       |   | Date          | Signature                        |
|--|---|---------------|----------------------------------|
| X         Recommended by:           Approved by: | Manager, Real Estate Services<br>Ronald Ro                      | March 8, 2023 | Signed by Ronald Ro              |
| X Approved by:                                   | Acting Director, Real Estate Services<br>Vinette Prescott-Brown | March 8, 2023 | Signed by Vinette Prescott-Brown |

## APPENDIX "A"

## **Major Terms and Conditions**

Landlord: Dundas and Parliament Development Corporation

Tenant: City of Toronto

Leased Premises: 329 Parliament Street, Unit 4 (otherwise known as the One Cole)

Leased Area: Approximately 919 square feet

Base Rent: \$38.00 per sq. ft. per annum

Additional Rent: Approximately \$16.00 per sq. ft. per annum

**Term:** Three (3) years and Six and a Half (6.5) months, commencing on May 16, 2023 and expiring on November 30, 2026

Fixturing Period: Two (2) months, commencing on March 15, 2023 and ending on May 15, 2023

Options to Extend: One option to extend the Term for a further four years

Use: To be used as an office space



# Location Map

# APPENDIX "B"