

DELEGATED APPROVAL FORM CITY MANAGER DEPUTY CITY MANAGER. CORPORATE SERVICES

TRACKING NO.: 2019-255

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, adopted by City Council on May 22, 23 & 24, 2018 or, where applicable, in Item EX28.8, as adopted by City Council on November 7, 8 & 9, 2017 Prepared By: Elliott Baron Real Estate Services Division: Date Prepared: October 16, 2019 Phone No.: 416-338-3207 **Purpose** To obtain authority to enter into a short term lease agreement (the "Agreement") for Rexdale Community Hub (the "Tenant") to temporarily occupy 1,493 square feet of dedicated space, known as room 12, within the facility known as the Rexdale Hub, located at 21 Panorama Court, Toronto, Ontario. 21 Panorama Court, Room 12, Toronto, Ontario M9V 4E3. **Property** Actions Authority be granted to enter into the Agreement with the Tenant for the Property, effective October 1, 2019 and terminating April 30, 2020. The appropriate City official be authorized and directed to take the necessary action to give effect thereto. **Financial Impact** The Tenant will be paying the standard basic rent rate for the facility along with its proportionate share of the operating costs. Basic rent revenue will be \$8,431.41 (plus HST) per year, and additional rent will be \$23,004.81 (plus HST) per year. Prorated over the seven (7) month term of the lease agreement will result in total revenue to the City of \$18,337.79 (plus HST). The Chief Financial Officer & Treasurer has reviewed this DAF and agrees with the financial impact information. Comments Rexdale Community Hub is an incorporated not-for-profit organization whose sole function is to manage the Property with a view to honouring the community's needs and wishes. They currently occupy space within the facility and are in good standing. The space is currently vacant and will be used as a Makerspace for youth programming. Hub partners will be working collaboratively on various creative projects for youth. United Way of Greater Toronto will be providing funds for the occupancy. **Terms** The Tenant will pay the standard rate for the facility as a whole for both basic rent and additional rent. See page 4 for full details. **Property Details** Ward: 7 - Humber River - Black Creek Assessment Roll No.: 1919-043-210-09320 Approximate Size: Approximate Area: 1,493 square feet Other Information:

Α.	Deputy City Manager, Corporate Services has approval authority for:	City Manager has approval authority for:		
1. Acquisitions:	Where total compensation does not exceed \$5 Million.	Where total compensation does not exceed \$10 Million.		
2. Expropriations:	Statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$5 Million.	Statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$10 Million.		
3. Issuance of RFPs/REOIs:	Issuance of RFPs/REOIs.	Delegated to a less senior position.		
4. Permanent Highway Closures:	Initiate process & authorize GM, Transportation Services to give notice of proposed by-law.	Delegated to a less senior position.		
5. Transfer of Operational Management to Divisions and Agencies:	Transfer of Operational Management to Divisions and Agencies.	Delegated to a less senior position.		
6. Limiting Distance Agreements:	Where total compensation does not exceed \$5 Million.	Where total compensation does not exceed \$10 Million.		
7. Disposals (including Leases of 21 years or more):	Where total compensation does not exceed \$5 Million.	Where total compensation does not exceed \$10 Million.		
8. Exchange of land in Green Space System & Parks & Open Space Areas of Official Plan:	Exchange of land in Green Space System and Parks and Open Space Areas of Official Plan.	Delegated to a less senior position.		
Leases/Licences (City as Landlord/Licensor):	(a) Where total compensation (including options/ renewals) does not exceed \$5 Million.	Where total compensation (including options/ renewals) does not exceed \$10 Million.		
	(b) Where compensation is less than market value, for periods not exceeding twelve (12) months, including licences for environmental assessments and/or testing, etc.	Delegated to a less senior position.		
	(c) Where compensation is less than market value, provided tenant and lease satisfy Community Space Tenancy Policy criteria set out in Item EX28.8, as adopted by Council on November 7, 8 and 9, 2017.	Delegated to a less senior position.		
Leases/Licences (City as Tenant/Licensee):	Where total compensation (including options/ renewals) does not exceed \$5 Million.	Where total compensation (including options/ renewals) does not exceed \$10 Million.		
11. Easements (City as Grantor):	(a) Where total compensation does not exceed \$5 Million.	Where total compensation does not exceed \$10 Million.		
	(b) When closing roads, easements to pre-existing utilities for nominal consideration.	Delegated to a less senior position.		
12. Easements (City as Grantee):	Where total compensation does not exceed \$5 Million.	Where total compensation does not exceed \$10 Million.		
13. Revisions to Council Decisions in Real Estate Matters:	Amendment must not be materially inconsistent with original decision (and subject to General Condition (u)).	Amendment must not be materially inconsistent with original decision (and subject to General Condition (u)).		
14. Miscellaneous:	(a) Approvals, Consents, Notices and Assignments under all Leases/Licences	Delegated to a less senior position.		
	(b) Releases/Discharges			
	(c) Surrenders/Abandonments			
	(d) Enforcements/Terminations			
	(e) Consents/Non-Disturbance Agreements/ Acknowledgements/Estoppels/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. City Manager and Deputy Ma	nager, Corporate Services each has signing authori	ty on behalf of the City for:		
Documents required to implement matters for which he or she also has delegated approval authority.				
Deputy City Manager, Corporate 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.				

• Expropriation Applications and Notices following Council approval of expropriation.

Consultation with	Councillor(s)				
Councillor:	Michael Ford	Councillor:			
Contact Name:	Jessica Luke-Smith	Contact Name:			
Contacted by:	Phone E-Mail X Memo Other	Contacted by:	Phone E-mail Memo Other		
Comments:	Comments: No objections – October 16				
Consultation with	Divisions and/or Agencies				
Division:	SDFA	Division:	Financial Planning		
Contact Name:	Costanza Allevato	Contact Name:	Filisha Jenkins		
Comments: Approved – October 10, 2019		Comments:	Comments incorporated – October 10, 2019		
Legal Division Conta	act				
Contact Name:	Bronwyn Atkinson – October 10, 2019				

DAF Tracking No.: 2019-255		Date	Signature
Recommended by: Alex Schuler Manager, Real Estate Services		October 16, 2019	Signed by Alex Schuler
Recommended by: Nick Simos Acting Director, Real Estate Services		October 24, 2019	Signed by Nick Simos
Recommended by: X Approved by:	Deputy City Manager, Corporate Services Josie Scioli	October 29, 2019	Signed by Josie Scioli
Approved by:	City Manager Chris Murray		X

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 value, and no interest shall be granted at less than market value unless otherwise specifically authorized.
- (f) Authority to approve transactions at less than market value 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").

Terms and Conditions

Tenant	Rexdale Community Hub (BMR tenant approved by SDFA)
Landlord	City of Toronto
Leased Area	Room 12 within 21 Panorama Court, Toronto, M9V 4E3, Ontario
Term Length	Seven Months (October 1, 2019 to April 30, 2020)
Occupant Demised Area	1,493 sq.ft. approx.
Proportionate Share of Common Area	1,110 sq.ft. approx.
Total Rentable Area	2,602 sq.ft. approx.
Basic (Net) Rent	\$3.24/sf x 2,602 sf = \$8,431.41 (plus HST) per year Pro-rated total: \$8,431.41 / 12 x 7 = \$4,918.32
CAM Costs (Additional rent)	\$8.84/sf x 2,602 sf = \$23,004.81 (plus HST) per year Prorated 7 month total: \$23,004.81 / 12 x 7 = \$13,419.47 (plus HST)
Total Cost	\$18,337.79 (plus HST) = \$20,721.71 approx.