

# DELEGATED APPROVAL FORM DEPUTY CITY MANAGER, CORPORATE SERVICES EXECUTIVE DIRECTOR, CORPORATE REAL ESTATE MANAGEMENT

TRACKING NO.: 2025-081

Approved pursuant to the Delegated Authority contained in Article 2 of City of Toronto Municipal Code Chapter 213, Real Property									
Prepared By:	Prepared By: Leila Valenzuela Division: Corporate Real Estate Management								
Date Prepared: April 16, 2025		Phone No.:	(416) 392-7174						
Purpose	To obtain authority to enter into a Section 30 Agreement with Metrolinx ("Section 30 Agreement"), to sell a portion of the property municipally known as 12 and 12R Strachan Avenue to Metrolinx ("Fee Simple Lands"), to convey a permanent easement over a portion of 12R Strachan Avenue to Metrolinx ("Permanent Easement"), to repurchase from Metrolinx a part of the Fee Simple Lands (the "Subject Lands"), and to convey to Metrolinx a permanent easement over the Subject Lands ("Additional Easement") (collectively, the "Transaction"), all as required to facilitate the construction of a step-up substation in conjunction with the Ontario Line Project (the "Project").								
Property	Portions of 12 and 12R Strachan Avenue, in the City of Toronto being part of PIN 21299-0168 (LT), legally described as Part of Block 14 on Plan Ordnance Reserve, Toronto as in OJ52416 except Plan D1444; Part Parcel 2 Plan 1101, Toronto, Parts 1, 2, 3 63R-4585, as shown on the Location Map in Appendix "A", Reference Plan 66R-34440 attached as Appendix "B" and Subject Lands sketch attached as Appendix "C". The lands subject to this Transaction are comprised of:  1. Fee Simple Lands: Parts 1, 8 and 9 on Reference Plan 66R-34440; 2. Permanent Easement Lands: Parts 3 and 4 on Reference Plan 66R-34440; 3. Subject Lands: Part 10 on the Subject Lands Sketch attached as Appendix D; and 4. Additional Easement Lands: same as the Subject Lands.								
Actions	<ol> <li>Authority be granted to accept and execute the Section 30 Agreement, substantially on the major terms and conditions set out below, and including such other terms and conditions as deemed appropriate by the approving authority herein, and in a form satisfactory to the City Solicitor;</li> <li>Authority be granted to the City Solicitor and her delegates to conduct all acts necessary, including, without limitation, to prepare and register an application to partially release Instruments WF47813 and CA531778 from title of the Property, due to the merger of the City's easement interest with the City's ownership interest, if the Executive Director, Corporate Real Estate Management and the appropriate Engineering and Construction Services staff find this release to be advisable;</li> <li>Authority be granted to the City Solicitor and her delegates to conduct all acts necessary, including, without limitation, to contact the easement holder and other interested parties for a consent to release, to prepare and register an application to delete Instrument CA57958 from title of the Property, if the interested parties confirmed that the easement had expired; and</li> <li>A portion of the proceeds of the Transaction be directed to fund any outstanding expenses related to the completion of the Transaction.</li> </ol>								
Financial Impact	The City will receive revenue in the amount of \$2,286,522.36 (exclusive of HST and other applicable taxes), for the sale of the Fee Simple Lands and the conveyance of the Permanent Easement to Metrolinx. The City will pay \$170.00 per square foot (exclusive of HST) to Metrolinx for the repurchase of the Subject Lands, and receive a compensation of \$85.00 per square foot (exclusive of HST) from Metrolinx for the subsequent conveyance of the Additional Easement to Metrolinx, all subject to the usual closing costs and the usual closing adjustments. The proceeds will be contributed to the Land Acquisition Reserve Fund (XR1012) upon closing of the Transaction.  The Chief Financial Officer and Treasurer has reviewed this DAF and agrees with the financial impact information.								
Comments	Metrolinx currently has a licence with the City to enter and utilize the City-owned lands south of the rail corridor, west of Strachan Avenue, including lands under the Gardiner Expressway and a portion of Exhibition Place north of Manitoba Drive, as approved by DAF 2022-294.  The licence agreement contemplates future permanent requirements. Metrolinx now requests the acquisition of the Fee Simple Lands for the construction of a step-up sub station (SUSS) and a permanent easement over the Permanent Easement Lands for access to the SUSS.								
	Comments and Terms are continued on page 4.								
Property Details	Ward:	10 – Spadina Fort	York						
	Assessment Roll No.:	12 Strachan Ave:	19 04 041 050 001 00 19 04 041 040 008 00						
	Approximate Area:		1,443.3 m <sup>2</sup> ± (15,535.6 ft <sup>2</sup> ±) ent Lands: 16.8 m <sup>2</sup> ± (180. ft <sup>2</sup> ±)						
1	Other Information:	+							

Α.	Executive Director, Corporate Real Estate Management has approval authority for:	Deputy City Manager, Corporate Services has approval authority for:
1. Acquisitions:	Where total compensation does not exceed \$3 Million.	Where total compensation does not exceed \$5 Million.
<b>2A.</b> Expropriations Where City is Expropriating Authority:	Statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$3 Million.	Statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$5 Million.
<b>2B</b> . Expropriations For Transit- Related Purposes Where City is Property Owner or Has Interest	(a) Acceptance of statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$3 Million.	(a) Acceptance of statutory offers, agreements and settlements where total compensation does not cumulatively exceed \$5 Million.
in Property Being Expropriated:	Request/waive hearings of necessity delegated to less senior positions.	Request/waive hearings of necessity delegated to less senior positions.
3. Issuance of RFPs/REOIs:	Issuance of RFPs/REOIs.	Issuance of RFPs/REOIs.
4. Permanent Highway Closures:	Initiate process & authorize GM, Transportation Services to give notice of proposed by-law.	Initiate process & authorize GM, Transportation Services to give notice of proposed by-law.
5. Transfer of Operational Management to Divisions, Agencies and Corporations:	Transfer of Operational Management to Divisions, Agencies and Corporations.	Transfer of Operational Management to Divisions, Agencies and Corporations.
<b>6.</b> Limiting Distance Agreements:	Where total compensation does not exceed \$3 Million.	Where total compensation does not exceed \$5 Million.
7. Disposals (including Leases of 21 years or more):	Where total compensation does not exceed \$3 Million.	Where total compensation does not exceed \$5 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.	Exchange of land in Green Space System and Parks and Open Space Areas of Official Plan.
<b>9.</b> Leases/Licences (City as Landlord/Licensor):	(a) Where total compensation (including options/ renewals) does not exceed \$3 Million.	(a) Where total compensation (including options/ renewals) does not exceed \$5 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.	(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 more 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, as amended from time to time.
<b>10.</b> Leases/Licences (City as Tenant/Licensee):	Where total compensation (including options/ renewals) does not exceed \$3 Million.	Where total compensation (including options/ renewals) does not exceed \$5 Million.
<b>11.</b> Easements (City as Grantor):	(a) Where total compensation does not exceed \$3 Million.	(a) Where total compensation does not exceed \$5 Million.
	(b) When closing roads, easements to pre-existing utilities for nominal consideration.	(b) When closing roads, easements to pre- existing utilities for nominal consideration.
12. Easements (City as Grantee):	Where total compensation does not exceed \$3 Million.	Where total compensation does not exceed \$5 Million.
<b>13.</b> 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	(a) Approvals, Consents, Notices and Assignments under all Leases/Licences
	(b) Releases/Discharges	(b) Releases/Discharges
	(c) Surrenders/Abandonments	(c) Surrenders/Abandonments
	(d) Enforcements/Terminations	(d) Enforcements/Terminations
	(e) Consents/Non-Disturbance Agreements/ Acknowledgements/Estoppel Certificates	(e) Consents/Non-Disturbance Agreements/ Acknowledgements/Estoppel Certificates
	(f) Objections/Waivers/Cautions	(f) Objections/Waivers/Cautions
	(g) Notices of Lease and Sublease	(g) Notices of Lease and Sublease
	(h) Consent to regulatory applications by City, as owner	(h) Consent to regulatory applications by City, as owner
	(i) Consent to assignment of Agreement of Purchase/Sale; Direction re Title	(i) Consent to assignment of Agreement of Purchase/Sale; Direction re Title
	(j) Documentation relating to Land Titles applications	(j) Documentation relating to Land Titles applications
	(k) Correcting/Quit Claim Transfer/Deeds	(k) Correcting/Quit Claim Transfer/Deeds

3.	Deputy City Manager, Corporate Services and Executive Director, Corporate Real Estate Management each has signing
	authority on behalf of the City for:

- Documents required to implement matters for which each position also has delegated approval authority.
- 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.
- 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 Cond	ition	s in Appe	ndi	k B of City	of <sup>-</sup>	Toronto M	lunicipal Code Chap	ter 213	3, Real Pro	per	ty			
Consultation with	Councillor(	s)													
Councillor:	Councillor Ma	alik						Councillor:							
Contact Name:	Tom Davidso	n						Contact Name:							
Contacted by:	Phone	Χ	E-Mail		Memo		Other	Contacted by:		Phone		E-mail		Memo	Other
Comments:	Advised							Comments:							
Consultation with Divisions and/or Agencies															
Division:	Exhibition Pla	ace,	ECS, TE					Division:	Circ	Tarantino	)				
Contact Name:	Don Boyle/Tony Porter, J. Hayward, Julia Murnaghan			Contact Name:	Fina	Financial Planning									
Comments:	No objections	3						Comments:	No	concerns \	with	the Finan	cial	Impact	
Legal Services Division Contact															
Contact Name:	Michelle Xu														

DAF Tracking No.: 2025-081		Date	Signature	
Recommended by: Manager, R Vinette Pres		April 17, 2025	Signed by Vinette Prescott-Brown	
Recommended by: Director, Real Estate Services Alison Folosea		April 22, 2025	Signed by Alison Folosea	
	ecutive Director, orporate Real Estate Management trick Matozzo	April 22, 2025	Signed by Patrick Matozzo	
Co	puty City Manager, orporate Services vid Jollimore		X	

## Comments Cont'd

Due to oversight, the Fee Simple Lands as depicted in Reference Plan 66R34440 included lands that should have been retained by the City, and due to Metrolinx's construction time constraint, City staff have agreed to complete the transfer of the Fee Simple Lands and Permanent Easement to Metrolinx, with an obligation on Metrolinx to prepare and deposit a new reference plan on title of the Fee Simple Lands at Metrolinx's cost, and subsequently convey the Subject Lands back to the City (immediately follow by a transfer of the Additional Easement from the City to Metrolinx) within 120 days of the transfer of the Fee Simple Lands.

Staff from Exhibition Place, Transportation Services, Engineering & Construction Services, and the Transit Expansion Office have been consulted and have no objections.

As per Chapter 213-1.10 of the Toronto Municipal Code, Transit Projects are exempted from Article 1 of the same Chapter requiring declaration of surplus for disposal of lands.

On June 26th, 2024, the City Council adopted staff report EX15.2 titled "Priorities in Transit Expansion and Transit-Oriented Communities Projects". The report contained a recommendation that required Metrolinx to provide the City with certain information prior to completing any further real estate transactions involving City lands. The Transit Expansion (TE) Division has confirmed that Metrolinx has provided satisfactory information about its mitigation efforts related to construction impact to residential tenants and businesses, which satisfies the conditions set out in EX15.2 relating to the Property.

The Transaction is considered fair, reasonable and reflective of market value, and it is recommended for acceptance substantially on the major terms and conditions set out below

### Terms

## Fee Simple

	Closing Date:	Upon completion of the Transaction			
	Deposit:	Not Applicable			
	Land Transfer Tax:	Metrolinx warrants that it is not liable for payment of Land Transfer Tax pursuant to Section 2(8) of the Land Transfer Tax Act (Ontario), Metrolinx is responsible to reimburse the City for the payment of the Provincial Land Transfer Tax for the repurchase of the Subject Lands.			
	Registration Fees:	Metrolinx will pay the land registration fees that are applicable.			
	Major Terms:	Metrolinx accepts the Fee Simple Lands on an "as is, where is" basis, including its environmental condition, state of repair, deficiencies and encroachments.			
		Metrolinx shall provide a release in favour of the City with respect to any pre-existing hazardous substances.			
Metrolinx shall transfer the Subject Lands back to the City at a cost square foot (exclusive of HST). Upon transfer of the Subject Lands City will grant a permanent access easement over the Subject Lands a cost of \$85.00 per square foot (exclusive of HST), the terms of		Within a reasonable period of time after Closing and not to exceed 120 days, Metrolinx shall transfer the Subject Lands back to the City at a cost of \$170.00 per square foot (exclusive of HST). Upon transfer of the Subject Lands to the City, the City will grant a permanent access easement over the Subject Lands to Metrolinx, at a cost of \$85.00 per square foot (exclusive of HST), the terms of the Additional Easement to be substantially the same as contained in the Permanent Easement.			

## Permanent Easement

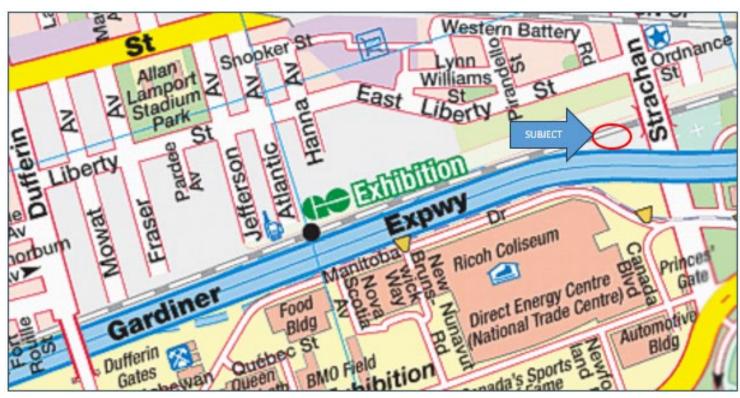
Purpose:	Non-exclusive permanent easement in gross to Metrolinx for vehicular and pedestrian access
Land Transfer Tax:	Metrolinx warrants that it is not liable for payment of Land Transfer Tax pursuant to Section 2(8) of the Land Transfer Tax Act (Ontario)
Registration Fees:	Metrolinx will pay the land registration fees that are applicable.

### Total Amount Payable by Metrolinx:

	Agreed Purchase Price
Fee Simple	\$2,641,044
Permanent Easement	\$15,371
Less amount paid by Metrolinx for the above-noted lands pursuant to the licence agreement	\$369,892.64
Total Amount Payable by Metrolinx	<u>\$2,286,522.36</u>

## Appendix "A"

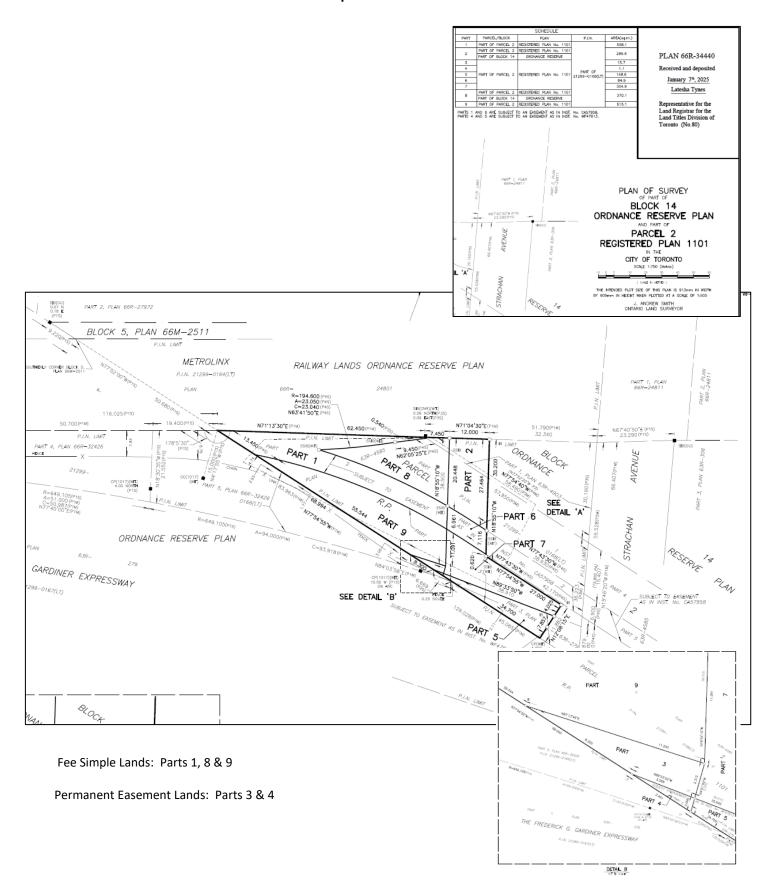
## **Location Map**





## Appendix "B"

## Excerpt of Plan 66R-34440



Appendix "C"

## Subject Lands depicted as dark green on the below Drawing

