

MAYOR

HOUSING AGREEMENT

(Pursuant to Section 483 of the *Local Government Act*)

BETWEEN:

THE CORPORATION OF THE CITY OF VICTORIA

#1 Centennial Square
Victoria, B.C. V8W 1P6

(the "City")

OF THE FIRST PART

AND:

NORTH PARK MANOR SOCIETY

Inc. No. S0009596

875 North Park Street
Victoria, BC V8W 3B8

(the "Owner")

OF THE SECOND PART

AND:

PROVINCIAL RENTAL HOUSING CORPORATION

Suite 1701-4555 Kingsway
Burnaby, BC V5H 4V8

PEOPLES TRUST COMPANY

Suite 1400 - 888 Dunsmuir Street
Vancouver, BC
V6C 3K4

MCAP FINANCIAL CORPORATION

1400-1140 West Pender Street
Vancouver, BC V6E 4G1

(the "Existing Chargeholders")

OF THE THIRD PART

WHEREAS:

- A. Under section 483 of the *Local Government Act* the City may, by bylaw, enter into a Housing Agreement with an owner regarding the occupancy of the housing units identified in the agreement, including but not limited to terms and conditions referred to in section 483(2) of the *Local Government Act*.
- B. The Owner is the registered owner in fee simple of lands in the City of Victoria, British Columbia, with a civic address of 875 North Park Street, Victoria, B.C. and legally described as:

PID: 000-667-242

Strata Lot 1 of Suburban Lot 3 Victoria City Strata Plan 403

(the "**Lands**");

- C. The Owner has applied to the City to rezone the Lands to permit 3 affordable rental housing units within the Development in accordance with this Agreement.
- D. The City and the Owner wish to enter into this Agreement, as a Housing Agreement pursuant to section 483 of the *Local Government Act*, to secure the agreement of the Owner to provide low income rental housing.

NOW THIS AGREEMENT WITNESSES that pursuant to section 483 of the *Local Government Act*, and in consideration of \$30,000.00 and the premises and covenants contained in this agreement (the "**Agreement**"), the parties agree each with the other as follows:

1.0 DEFINITIONS

1.1 In this Agreement:

"**BC Housing**" means the British Columbia Housing Management Commission;

"**CPI**" means the All-items Consumer Price Index for Victoria, B.C. published from time to time by Statistics Canada, or its successor in function.

"**Development**" means the three new Dwelling Units to be constructed within the existing building consisting of residential housing and related facilities on the Lands;

"**Dwelling Units**" means any or all, as the context may require, of the 3 self-contained residential dwelling units within the Development and includes any dwelling unit that is developed on the Lands in future, whether as part of the Development or otherwise, and

"**Dwelling Unit**" means any of such residential dwelling units located on the Lands;

"**HILs**" means the annual Housing Income Limits that are determined from time to time by BC Housing and that apply to a particular Low Income Unit, for example depending on whether the Low Income Unit is a bachelor, 1 bedroom or 2 bedroom Dwelling Unit. The parties agree that for 2018, the HILs are: bachelor = \$34,500.00;

"**Immediate Family**" includes a person's husband, wife, child, mother, father, brother, sister, mother-in-law, father-in-law, grandparent, brother-in-law, sister-in-law, niece and nephew;

"**Low Income Unit**" means a Dwelling Unit that is designated as a Low Income Unit in accordance with Article 23.0 of this Agreement;

"**Market Rent**" means the rent (as determined by a professional appraiser acceptable to the City in the City's sole and absolute discretion) that a willing tenant would pay to a willing landlord to rent the Dwelling Unit in question pursuant to a Tenancy Agreement, on the open market in Victoria, British Columbia, having regard to any utility or other services or amenities available to the tenant or provided by the Owner as landlord;

"Non-owner" means a person other than the Owner and other than a member of the Owner's Immediate Family, who occupies a Dwelling Unit for residential purposes;

"Owner" includes a person who acquires an interest in the Lands or any part of the Lands and is thereby bound by this Agreement, as referred to in section 78.3; and

"Tenancy Agreement" means a tenancy agreement pursuant to the *Residential Tenancy Act* that is regulated by that Act.

1.2 In this Agreement:

- (a) reference to any enactment includes any regulations, orders or directives made under the authority of that enactment; and
- (b) reference to any enactment is a reference to that enactment as consolidated, revised, amended, re-enacted or replaced, unless otherwise expressly provided.

2.0 LOW INCOME HOUSING

2.1 The Owner covenants and agrees that all of the Dwelling Units shall be designated as Low Income Units and shall only be occupied and used as Low Income Units.

2.2 Each of the Low Income Units shall only be occupied by a Non-owner or Non-owners under the terms of a Tenancy Agreement with a combined annual household income that is equal to or less than the HILs that apply to the particular Low Income Unit being occupied by such Non-owner or Non-owners. In the event that BC Housing ceases to determine HILs and such determination is not replaced by a similar publication, then the income limit with respect to a Low Income Unit shall be determined by reference to the last published HILs which shall be increased annually by an amount equal to the increase in the CPI commencing January 1 following the year BC Housing ceased determining HILs.

2.3 Monthly rent for each Low Income Unit shall not exceed:

- (a) thirty percent (30%) of the HILs that apply to a particular Low Income Unit; or
- (b) in the event that BC Housing ceases to determine HILs, eighty percent (80%) of the Market Rent for a particular Low Income Unit.

2.4 For the purpose of section 23.3(a) where rent is payable on a monthly basis and HILs are reported or determined as an annual amount, either the rent or the income figures shall be adjusted to a monthly or annual amount so that an appropriate comparison can be made.

3.0 REPORTING

3.1 The Owner covenants and agrees to provide to the City's Director of Sustainable Planning and Development, on the 1st day of February in each calendar year, a report in writing confirming the following:

- (a) three Low Income Units are being rented in accordance with Article 23.0; and
- (b) such other information as may be requested by the Director from time to time.

3.2 The Owner hereby authorizes the City to make such inquiries as it considers necessary in order to confirm that the Owner is complying with this Agreement.

3.3 The Owner acknowledges that it is within the City's sole discretion to consent or not to consent to modifications of this Agreement and that such consent may be withheld for any reason.

4.0 NOTICE TO BE REGISTERED IN LAND TITLE OFFICE

4.1 Notice of this Agreement (the "**Notice**") will be registered in the Land Title Office by the City at the cost of the Owner in accordance with section 483 of the *Local Government Act*, and this Agreement is binding on the parties to this Agreement as well as all persons who acquire an interest in the Lands after registration of the Notice.

5.0 LIABILITY

5.1 The Owner agrees to indemnify and saves harmless the City and each of its elected and appointed officials, employees and agents and their respective administrators, successors and permitted assigns, of and from all claims, demands, actions, damages, costs and liabilities, which all or any of them shall or may be liable for or suffer or incur or be put to by reason of or arising out of failure of the Owner to comply with the terms and conditions of this Agreement.

5.2 The Owner hereby releases and forever discharges the City and each of its elected and appointed officials, employees and agents and their respective administrators, successors and permitted assigns, of and from any and all claims, demands, actions, damages, economic loss, costs and liabilities which the Owner now has or hereafter may have with respect to or by reason of or arising out of the fact that the Lands are encumbered by and affected by this Agreement.

6.0 PRIORITY AGREEMENT

6.1 The Existing Chargeholders, as the registered holders of charges by way of CA3384815, CA3384816, CA3384817 (modified by CA3796859), CA3384818, CA3384819 (modified by CA4909090 and CA5060809), and CA3384820 against the Lands, which said charges are registered in the Land Title Office at Victoria, British Columbia, for and in consideration of the sum of One Dollar (\$1.00) paid by the City (the receipt whereof is hereby acknowledged), agrees with the City that upon filing of a Notice with the Land Title Office that the Lands are subject to this Agreement, pursuant to Section 483(5) of the *Local Government Act*, this Agreement shall be an encumbrance upon the Lands in priority to the said charges in the same manner and to the same effect as if Notice had been filed prior to the said charges.

7.0 GENERAL PROVISIONS

7.1 NOTICE. If sent as follows, notice under this Agreement is considered to be received

- (a) seventy-two (72) hours after the time of its mailing (by registered mail) or faxing, and
- (b) on the date of delivery if hand-delivered,

to the City:

City of Victoria
#1 Centennial Square
Victoria, BC V8W 1P6

Attention: Director of Sustainable Planning and
Community Development
Fax: 250-361-0386

to the Owner:

North Park Manor Society
875 North Park Street
Victoria, BC V8W 3B

Attention: Terry Gagne

Fax: 250-383-2574

If a party identifies alternate contact information in writing to another party, notice is to be given to that alternate address.

If normal mail service or facsimile service is interrupted by strike, work slowdown, force majeure, or other cause,

- (b) notice sent by the impaired service is considered to be received on the date of delivery, and
- (c) the sending party must use its best efforts to ensure prompt receipt of a notice by using other uninterrupted services, or by hand-delivering the notice.

7.2 TIME. Time is of the essence of this Agreement.

7.3 BINDING EFFECT. This Agreement will enure to the benefit of and be binding upon the parties hereto and their respective heirs, administrators, executors, successors, and permitted assignees. In accordance with section 483(6) of the *Local Government Act*, this Agreement and all obligations hereunder is binding on all who acquire an interest in the Lands, and the Owner only during the Owner's ownership of any interest in the Lands, and with respect only to that portion of the Lands of which the Owner has an interest.

7.4 WAIVER. The waiver by a party of any failure on the part of the other party to perform in accordance with any of the terms or conditions of this Agreement is not to be construed as a waiver of any future or continuing failure, whether similar or dissimilar.

- 7.5 HEADINGS.** The headings in this Agreement are inserted for convenience and reference only and in no way define, limit or enlarge the scope or meaning of this Agreement or any provision of it.
- 7.6 LANGUAGE.** Wherever the singular, masculine and neuter are used throughout this Agreement, the same is to be construed as meaning the plural or the feminine or the body corporate or politic as the context so requires.
- 7.7 EQUITABLE REMEDIES.** The Owner acknowledges and agrees that damages would be an inadequate remedy for the City for breach of this Agreement and that the public interest strongly favours specific performance, injunctive relief (mandatory or otherwise), or other equitable relief, as the only adequate remedy for a default under this Agreement
- 7.8 CUMULATIVE REMEDIES.** No remedy under this Agreement is to be deemed exclusive but will, where possible, be cumulative with all other remedies at law or in equity.
- 7.9 ENTIRE AGREEMENT.** This Agreement when executed will set forth the entire agreement and understanding of the parties as at the date it is made.
- 7.10 FURTHER ASSURANCES.** Each of the parties will do, execute, and deliver, or cause to be done, executed, and delivered all such further acts, documents and things as may be reasonably required from time to time to give effect to this Agreement.
- 7.11 AMENDMENT.** This Agreement may be amended from time to time, by consent of the Owner and a bylaw duly passed by the Council of the City and thereafter if it is signed by the City and the Owner.
- 7.12 LAW APPLICABLE.** This Agreement is to be construed in accordance with and governed by the laws applicable in the Province of British Columbia.
- 7.13 NO DEROGATION FROM STATUTORY AUTHORITY.** Nothing in this Agreement shall:
- (a) limit, impair, fetter or derogate from the statutory powers of the City all of which powers may be exercised by the City from time to time and at any time to the fullest extent that the City is enabled and no permissive bylaw enacted by the City, or permit, licence or approval, granted, made or issued thereunder, or pursuant to statute, by the City shall estop, limit or impair the City from relying upon and enforcing this Agreement; or
 - (b) relieves the Owner from complying with any enactment, including the City's bylaws, or any obligation of the Owner under any other agreement with the City.
- 7.14 JOINT AND SEVERAL.** The Owner, if more than one, are jointly and severally obligated to perform and observe each and every of the covenants, warranties and agreements herein contained by the Owner to be observed and performed.
- 7.15 COUNTERPARTS.** This Agreement may be executed in counterparts and delivered by facsimile or emailed PDF file, each of which will have the same effect as if all parties had signed the same document. Each counterpart shall be deemed to be an original. All counterparts shall be construed together and shall constitute one and the same Agreement.

7.16 EFFECTIVE DATE. This Agreement is effective as of the date of the signature of the last party to sign.

IN WITNESS WHEREOF the parties hereto have set their hands and seals as of the day and year last below written.

THE CORPORATION OF THE CITY OF
VICTORIA by its authorized signatories:

MAYOR Lisa Helps

CITY CLERK Chris Coates

Date signed: _____

NORTH PARK MANOR SOCIETY (INC NO.
S0009596) by its authorized signatory(ies):

Print Name: KATHLEEN SHARPE

Print Name: Wendy Coates

Date signed: Dec 5, 2018

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PROVINCIAL RENTAL HOUSING
CORPORATION (INC. NO. BC052129) by
its authorized signatory(ies)


Print Name: Dan Maxwell


Print Name: Craig Crawford

Date: MAY 07 2018

PEOPLES TRUST COMPANY (INC. NO.
A0033943) by its authorized signatory(ies)

Print Name:

Print Name:

Date:

MCAP FINANCIAL CORPORATION (INC.
NO. A0062340) by its authorized
signatory(ies)

Print Name:

Print Name:

Date:

8

PROVINCIAL RENTAL HOUSING
CORPORATION (INC. NO. BC052129) by
its authorized signatory(ies)


Print Name:

Print Name:

Date:

PEOPLES TRUST COMPANY (INC. NO.
A0033943) by its authorized signatory(ies)

Print Name: Jacqueline Ogilvie
Abm Process Improvement
and Integration

Print Name:  Julie Hallett
Manager Mortgage
Administration - BC

Date:

MCAP FINANCIAL CORPORATION (INC.
NO. A0062340) by its authorized
signatory(ies)

Print Name:

Print Name:

Date:

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PROVINCIAL RENTAL HOUSING
CORPORATION (INC. NO. BC052129) by
its authorized signatory(ies)

Print Name:

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Date:

PEOPLES TRUST COMPANY (INC. NO.
A0033943) by its authorized signatory(ies)

Print Name:

Print Name:

Date:

MCAP FINANCIAL CORPORATION (INC.
NO. A0062340) by its authorized
signatory(ies)

Print Name:

Print Name:

Date: LARRY SIMPSON
ASSOCIATE DIRECTOR, ASSET MANAGEMENT
MCAP FINANCIAL CORPORATION

Patricia Coelho
Manager, Loan Administration
MCAP Financial Corporation

Nov 7/18