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August 4, 2023

BY EMAIL TO: growthplanning@ontario.ca

Attention: Provincial Land Use Plans Branch 777 Bay Street, 13th Floor Toronto, Ontario M7A 2J3

The Honourable Steve Clark, Minister of Municipal Affairs and Housing Ministry of Municipal Affairs and Housing 777 Bay Street, 17th Floor Toronto, Ontario M7A 2J3

Dear Minister Clark:

Re: ERO No. 019-6813 Review of proposed policies adapted from A Place to Grow and Provincial Policy Statement to form a new provincial planning policy instrument 39 Wynford Inc. (Wynford) 39 Wynford Drive, City of Toronto

i. Introduction

Please be advised that Aird & Berlis LLP are counsel to 39 Wynford Inc. ("**Wynford**"), the owner of 39 Wynford Drive in the City of Toronto (the "**Subject Site**"). The Subject Site is a 1.62 hectare property located at the southeast corner of Wynford Drive and Gervais Drive, approximately 240 metres east of Don Mills Road.

On April 6, 2023, the Minister of Municipal Affairs and Housing (the "**Minister**") released Bill 97, the *Helping Homebuyers, Protecting Tenants Act, 2023* ("**Bill 97**"), which proposed to amend various sections of the *Planning Act, City of Toronto Act, 2006, Municipal Act, 2001, Development Charges Act, 1997, Building Code Act, 1992, Residential Tenancies Act, 2006* and *Ministry of Municipal Affairs Act.* These changes were made in conjunction with a proposed new provincial plan that was also released on the same day as Bill 97, the Provincial Planning Statement (the "**New PPS**"), which is intended to combine both the current Provincial Policy Statement (2020) and A Place to Grow: Growth Plan for the Greater Golden Horseshoe (2020) (the "**Growth Plan**"). On June 8, 2023, Bill 97 received Royal Assent.

Amongst the changes made in Bill 97 is the addition of a new definition for "Area of Employment" and a provision regarding its application in section 1 of the *Planning Act*.

These changes in Bill 97 accompany the addition in the New PPS of a similar definition for "*Employment Area*" and proposed policies regarding same.

The Minister is now seeking comments from the public on the New PPS through the Environmental Registry of Ontario (the "**ERO**"). This consultation process for the New PPS is known as ERO No. 019-6813.

The purpose of this submission is to provide the Minister with our comments regarding the New PPS. In general, Wynford generally supports the new definition of "Employment Area" as well as the policies of the New PPS which promote greater mixed use growth and intensification in Major Transit Station Areas ("MTSAs") and the development of complete communities. However, Wynford remains concerned with how the new definition of "Employment Area" may be interpreted in the absence of clearer direction on the status of lands that are currently designated as Employment Areas in municipal official plans and that currently either include permissions for and/or have existing commercial and institutional uses. These lands would now be expressly excluded from the new definition of Employment Areas. In particular, we respectfully recommend that the Minister include clear policy guidance that confirms that lands with permitted or existing commercial or institutional uses are no longer subject to policies requiring Employment Lands conversions in order to be redesignated and that such lands may amend their official plan designation by way of an official plan amendment application pursuant to section 22 of the *Planning Act*. In addition, we also respectfully recommend that the Minister impose timeframes for municipalities to update their official plans and zoning by-laws to be consistent with the New PPS.

ii. Description of Subject Site and Wynford Employment Conversion Request

The Subject Site currently contains a 4-storey office building and surface parking lots, with vehicular access taken from Wynford Drive. The existing floor space index ("**FSI**") of the Subject Site is 0.39 times the area of the lot, which represents a significant underutilization of a property of this size and in this location. The Subject Site represents an important opportunity for greater intensification and is appropriate for mixed use development.

The Subject Site is located in close proximity to transit, being approximately 120 metres from the Aga Khan Park & Museum Station (at the Don Valley Parkway southbound exit ramp and Eglinton Avenue East) and along the future Eglinton Crosstown Light Rail Transit line (the "**Crosstown LRT**"). In addition, the Subject Site is also approximately 320 metres from the Science Centre Station (at Don Mills Road and Eglinton Avenue East), which connects into both the Crosstown LRT as well as the under construction Ontario Line subway. The Subject Site is included in the delineated boundaries of the Aga Khan Park & Museum Station MTSA, which was approved by City Council on July 22, 2022 as Site and Area Specific Policy No. 684 ("**SASP 684**") in Official Plan Amendment No. 575 ("**OPA 575**"). This MTSA is required to meet a minimum density



target of 200 residents and jobs per hectare. As noted above, the Subject Site is within easy walking distance to the new Aga Khan Park & Museum Station for the Crosstown LRT, and the inclusion of this property within the MTSA further supports the need for greater mixed use intensification on the currently underutilized site. SASP 684 and OPA 575 are currently before the Minister for review and approval.

The Subject Site is identified as *Employment Areas* in Map 2 (Urban Structure) of the Toronto Official Plan (the "**OP**"). Importantly, the Subject Site is not located within a Provincially Significant Employment Zone ("**PSEZ**").

On July 21, 2021 Wynford, through its planning consultants Bousfields Inc. ("Bousfields"), filed an employment areas conversion request for the Subject Site as part of the City's current Municipal Comprehensive Review ("MCR") process (the "Wynford **Conversion Request**"). The Wynford Conversion Request proposed the Subject Site be redesignated from the City's in-force Employment Areas designation to Mixed Use Areas under the Toronto OP. Following the approval by the City of the first tranche of employment conversion requests on July 22, 2022 through Official Plan Amendment No. 591 ("OPA 591"), Wynford made a submission to the Ministry of Municipal Affairs and Housing dated May 16, 2023 in support of its conversion request. On July 19, 2023, City Council adopted Official Plan Amendment 653 ("OPA 653"), which partially approved the Wynford Conversion Request by converting the Subject Site to Regeneration Areas and adopting new SASP 828 for the lands. Wynford remains concerned with OPA 653 and SASP 828, since SASP 828 requires that a future local area study be undertaken prior to the redevelopment of the Subject Site, and states that following the outcome of the future local area study some or all of the Subject Site may again be designated as General *Employment Areas.* Wynford's position remains that the appropriate designation for the Subject Site should be Mixed Use Areas.

Wynford also made submissions regarding City of Toronto Official Plan Amendment 668 ("**OPA 668**"), which is related to the changes to the statutory definition of "Area of Employment" in the *Planning Act* made by Bill 97. OPA 668 was adopted by City Council on July 19, 2023. In their letter to Planning and Housing Committee dated July 4, 2023, Wynford noted that the proposed OPA 668 as recommended by City Planning staff is not sufficient to implement the clear intention of the new *Planning Act* definition of "Areas of Employment", which now expressly provides that institutional and commercial uses, including office uses such as those found on the Subject Site, are not intended to be subject to restrictive *General Employment Areas* and *Core Employment Areas* designations. Rather, the letter recommended that City Planning staff should undertake a more detailed and site-specific assessment of the appropriateness of the *General Employment Areas* and *Core Employment Areas* and currently planned and have existing permissions for a wide range of non-residential uses, including institutional, commercial, and office uses, and determine whether those sites



should appropriately be redesignated given the new statutory definition of "Areas of Employment" and the policy framework proposed in the New PPS.

iii. Submissions and Recommendations on the New PPS

a. Support for changes within the New PPS

The New PPS includes beneficial changes that direct municipalities and planning authorities to support growth and intensification in keeping with Provincial goals. **Wynford is generally supportive of the changes within the New PPS including the following**:

- Policy 2.1.1 of the New PPS, which revises the language relating to planning horizon policies, requiring that municipalities allow sufficient land to be available to accommodate an appropriate range and mix of land uses for a time horizon of <u>at</u> <u>least</u> 25 years, as opposed to the previous directive to accommodate such uses for <u>up to</u> 25 years;
- Policies 2.2.1 (c) and (d), which continue to support the creation of much needed new housing in proximity to transit, by requiring planning authorities to promote densities which efficiently use land, resources, and public infrastructure and requiring those same authorities to prioritize intensification and require transit supportive development; and
- Policy 6.1.6, which establishes a new policy requirement for planning authorities to keep their zoning by-laws up to date with their official plans and the New PPS by establishing permitted uses, minimum densities (as opposed to maximum densities), heights, and other development standards to accommodate growth and development.

b. Submissions and Recommendations on *Employment Areas*

Wynford continues to have concerns regarding the lack of clarity provided by certain policies in the New PPS related to the new definition of *Employment Areas* and the need for specific policies addressing the redesignation of lands with permitted or existing institutional and commercial uses that are currently designated as employment lands in the Official Plan.

Comment: The New PPS should include policies that provide clear direction on the removal of lands from Employment Areas.

Generally, the New PPS should work in coordination with the recently-approved Bill 97 by providing clear direction on the need to remove lands from an *Employment Area* (as defined in the New PPS) when such lands are located in *Strategic Growth Areas* and *MTSAs*, in order to permit and facilitate the creation of new housing and *transit-supportive*



development. The New PPS includes policy directives that would support such a revision, including:

- Policy 2.2.1(d), which directs planning authorities to require *transit-supportive* development and prioritize *intensification* in proximity to transit;
- Policy 2.4.1.1, which directs *large and fast-growing municipalities* (including the City of Toronto) to identify and focus growth and development in *strategic growth areas* with minimum density targets and appropriate type and scale of developments, in order to support *complete communities* and a range and mix of *housing options* and *intensification*; and
- Policy 2.4.2.1, which directs *large and fast growing municipalities* (including the City of Toronto) to delineate *major transit station areas* as falling within a 500-800 metre radius of transit in order to maximize the number of potential users within walking distance to a transit station.

Comment: Policies of the New PPS should distinguish between general "employment uses" (including stand-alone commercial, retail and office uses) and the limited range of uses that meet the new definition of Employment Areas (such as manufacturing, warehousing and goods movement uses).

The new definition of *Employment Areas* specifically excludes institutional and commercial uses, including retail and office uses, that are not associated with a "primary employment use." Notwithstanding this exclusion, a number of the New PPS policies in Section 2.8 – Employment continue to address "employment uses" more generally, and apply to uses including commercial, office and retail uses that are no longer intended to be designated as *Employment Areas* as per the new definition. This includes the following policy:

• Policy 2.8.1.1(d) encourages *intensification* of "compatible employment uses" including office, retail, industrial, manufacturing and warehousing in "mixed-use development." However Policies 2.8.2.2(a)-(e) seemingly contradict this directive for "mixed-use development" that includes both employment and residential uses, by requiring that planning authorities prohibit, amongst other things, residential and commercial uses, including office uses, in *employment areas*.

Policy 2.8.1.1(d) should be amended to clarify that the intensification of these types of "compatible employment uses" are encouraged in mixed-use developments <u>on lands</u> <u>outside of defined *Employment Areas*.</u>

Furthermore, the policies of the New PPS should recognize that employment uses in general, including those that no longer meet the definition of *Employment Areas* by containing uses such as commercial, office and retail uses, assist in achieving *Complete*



Communities as intended by the planning statement. As a result, the New PPS should include policies clarifying that lands within *Strategic Growth Areas* and *MTSAs* are not required to be designated as *Employment Areas* in order to achieve an appropriate mix and range of employment uses.

Comment: The policies of the New PPS should clarify the designation status of lands that include permissions for employment uses, including commercial, retail and office uses, that no longer meet the new definition of Employment Areas.

As noted above, the New PPS definition of *Employment Areas* now excludes commercial, retail and office uses. In addition, Policy 2.8.2.2(c) now specifically requires planning authorities to prohibit standalone retail and office uses on lands within designated *Employment Areas*. However, this policy fails to take into account that many lands designated as *Employment Areas* in municipal official plans currently permit commercial, retail and office uses that would now be prohibited as a result of these changes. This includes the City of Toronto Official Plan, which permits a range of uses for *Core Employment Areas* and *General Employment Areas* designations in the Toronto Official Plan, including standalone commercial, retail and office uses. The operation of Policy 2.8.2.2(c), without further clarification, may serve to unduly restrict the use of these lands to only those sensitive employment uses that meet the definition of *Employment Area*, whereas the Official Plan already recognizes these areas as being appropriate for non-sensitive retail and office uses.

This issue has not been addressed by the addition of the new sections 1(1.1) and 1(1.2) of the *Planning Act* through Bill 97, which only allows for the continuation of uses that are excluded from the related statutory definition of *Areas of Employment* where the use was "lawfully established on the parcel of land" before these sections of Bill 97 are proclaimed. In many cases, the permissions for office and retail uses exist in the Official Plan for a parcel of land, but those uses would not meet the threshold of being "lawfully established" as the lands have not yet been redeveloped. Similarly, permissions for an office or retail uses that is interrupted or discontinued may be lost entirely as a result of Policy 2.8.2.2(c) of the New PPS and sections 1(1.1) and 1(1.2) of the *Planning Act*.

This situation creates uncertainty for landowners regarding the available permitted uses of lands within currently designated *Employment Areas* in municipal official plans.

In order to address this issue, the policies of the New PPS should clearly indicate that existing permissions for commercial, office and retail uses on lands designated as *Employment Areas* in municipal official plans continue to apply, even before the official plan is updated to include policies permitting the continuation of "lawfully established" uses. Furthermore, in order to meet the clear policy directive of new *Employment Areas* definition, the New PPS policies should additionally clarify that such lands are no longer subject to the restrictive conversion policies for *Employment Areas*, and may be

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redesignated through an amendment to the official plan pursuant to section 22 of the *Planning Act*.

Comment: While Wynford is supportive of policies that permit employment uses on lands outside of designated Employment Areas, and that permit a mix of land uses (including residential uses) on such lands, the New PPS should further strengthen and clarify these policies.

In particular, Policy 2.8.1.2 of the New PPS allows and encourages industrial, manufacturing and small-scale warehousing uses to be located outside of designated *Employment Areas* and adjacent to *Sensitive Land Uses* (including residences, day care centres and educational and health facilities) where they will not cause *Adverse Effects* in *Strategic Growth Areas* and other mixed-use areas with *Frequent Transit*. In order to meet the intention of this policy directive, we recommend strengthening Policy 2.8.1.2. by including a positive directive for municipalities to reassess existing *Employment Area* designated lands in and adjacent to *Strategic Growth Areas* and other mixed-use areas serviced by *Frequent Transit* (such as *MTSAs*) to determine if the lands can be redesignated out of *Employment Areas* while still allowing for these types of compatible employment uses.

Similarly, Policy 2.8.1.3 permits a diverse mix of land uses, including residential and employment uses, on lands for employment outside of *Employment Areas* to support the achievement of *Complete Communities*. We recommend strengthening Policy 2.8.1.3 by including a positive directive for municipalities to identify and redesignate lands within *Employment Area* designations that would be appropriate for mixed-use development, in order to remove such lands from their restrictive *Employment Areas* designation. The New PPS policies should also include specific timeframes for municipalities to undertake these reviews, and permit the Minister to confirm if lands are appropriately inside of, or outside of, designated *Employment Areas* if the municipality fails to do so within a proscribed amount of time.

Comment: The policies of the New PPS require additional clarity regarding how lands that have existing permissions or are currently being used for institutional and commercial (including retail and office) uses that are now expressly excluded from Employment Areas definition can be removed and redesignated in a municipal official plan.

The New PPS Policy 2.8.2.4 now permits planning authorities to remove lands from *Employment Areas* without the need for a municipal comprehensive review process, but only where certain enumerated criteria are met. In particular, criteria (a), which requires that there is an "identified need for the removal and the land is not required for *employment area* uses in the long term", does not provide clear direction on its intended application and is difficult to properly measure and demonstrate. Furthermore, the New PPS policies fail to provide certainty as to the process for these "removals", in particular



whether they are required to be implemented through a municipally-initiated official plan amendment or whether they can be initiated through an official plan amendment by a landowner pursuant to section 22 of the *Planning Act*. In the absence of a description of the process for removal, it is also unclear if an appeal right to the Ontario Land Tribunal would exist in this circumstance.

Importantly, it is unclear whether the criteria to "remove" lands from the *Employment Areas* designations in Policy 2.8.2.4 applies to parcels that have existing permissions or are currently being used for institutional and commercial (including retail and office) uses that are now expressly excluded from the *Employment Areas* definition. It is Wynford's position that by excluding such uses from the definition of *Employment Areas*, the New PPS demonstrates a clear intent that these criteria should not apply. Rather, an additional policy should be added to section 2.8 of the New PPS to clarify that lands that include permissions or existing uses otherwise excluded from the definition of *Employment Areas* may be redesignated by way of a privately-initiated official plan amendment without the need to demonstrate the criteria in Policy 2.8.2.4.

c. Submissions and Recommendations on Implementation

Wynford supports the New PPS's intention to have municipalities update their official plans as necessary to implement the policies of the New PPS. This goal is described in the related implementation document titled, "Proposed Approach to Implementation of the proposed Provincial Planning Statement", dated April 6, 2023 that was posted concurrently with the New PPS.

However, neither the New PPS nor the *Planning Act* as amended by Bill 97 provide any significant direction to municipalities to require such updates. Pursuant to the *Planning Act*, municipalities are still subject to the same five (5) and ten (10) year official plan review cycles, which were not amended by Bill 97.

Comment: The New PPS should include a specific timeframe within which municipalities must update their official plans and zoning by-laws to be consistent with the policies of the plan. Further, these official plans and zoning by-laws should be subject to approval by the Minister and/or subject to appeal to the Ontario Land Tribunal.

The New PPS includes Policy 6.1.7, which states that where a planning authority decides on a planning matter before their official plan has been updated to be consistent with the New PPS or before applicable planning instruments have been updated accordingly, it must still make a decision that is consistent with the New PPS.

While this Policy is helpful in requiring municipalities to follow the direction of the New PPS, we recommend providing a specific timeframe for the updating of municipal official plans and zoning by-laws to be consistent with the policies of the New PPS, and to allow

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the Minister to intervene in instances where such timeframes are not followed. Furthermore, the updated official plans and zoning by-laws that result from municipalities undertaking a consistency exercise should be subject to approval by the Minister and/or subject to appeal to the Ontario Land Tribunal in order to ensure that the instruments appropriately implement the policy direction of the New PPS as intended.

iv. Conclusion

We thank you for the opportunity to provide comments on the New PPS.

Wynford and its consultant team, including our office, would be pleased to provide any additional information or materials, or take part in any discussions, which may assist the Minister in the consultation process regarding the New PPS.

Yours truly,

Aird & Berlis LLP

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cc: Client Mike Dror, Bousfields Inc. 53899921.2

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