

2019/04/10-02

**WORKERS' COMPENSATION BOARD
("WorkSafeBC")**

**RESOLUTION OF THE BOARD OF DIRECTORS
RE: Approval of Kelowna Lease**

WHEREAS:

Pursuant to section 82(2)(d) of the *Workers Compensation Act*, RSBC 1996, Chapter 492 and amendments thereto, the Board of Directors ("BOD") is responsible for approving major programs and expenditures;

AND WHEREAS:

BOD approved in April, 2018 management's recommendation to enter into a 15 year lease with McIntosh Properties Ltd. for property located at 2300 Leckie Road, Kelowna for 44,275 square feet (the "Lease");

AND WHEREAS:

Management entered into the Lease on June 14, 2018;

AND WHEREAS:

The Lease no longer meets space currently required for staff to deliver services to injured workers as a result of recent legislative changes and the introduction of initiatives to enhance customer services, including vocational rehabilitation services, nor does it meet future growth projections with respect to business operations in Kelowna;

AND WHEREAS

Management now wishes to have the BOD ratify the Lease and in addition, wishes to amend the Lease to add 30,491 square feet to meet current requirements and future growth projections, to perform tenant improvements for the space required to meet current requirements and to defer tenant improvements for the space allocated to future growth until the space is required;

AND WHEREAS:

Audit Committee is recommending that the BOD ratify management entering into the Lease and approve management amending the Lease to add 30,491 square feet to meet current requirements and future growth projections, performing tenant improvements for the space required to meet current requirements and to defer tenant improvements for space allocated to future growth, all at a cost not to exceed \$56 million.

THE BOARD OF DIRECTORS RESOLVES THAT:

1. The negotiation and execution of the Lease on the terms and conditions as agreed by management is ratified.
2. Management shall have the authority to amend the Lease on the terms and conditions approved by the President and CEO to add 30,491 square feet and to conduct tenant improvements with respect to all space under the Lease at the times determined by management, provided that the total cost of the Lease and tenant improvements shall not exceed \$56 million;
3. The SVP and General Counsel shall have the authority to execute the documents necessary to effect the amendment to the Lease and the Director, Facilities shall have the authority to execute the documents necessary to effect tenant improvements.
4. This resolution is effective April 10, 2019.

I, Ralph McGinn, hereby certify for and on behalf of the Board of Directors of WorkSafeBC that the above resolutions were duly passed at a meeting of the Board of Directors held in Richmond, British Columbia on April 10, 2019.

RALPH MCGINN, P. ENG
Chair, Board of Directors
Workers' Compensation Board