

TORONTO TRANSIT COMMISSION REPORT NO.

MEETING DATE: MAY 8, 2007

SUBJECT: CONSOLIDATED FINANCIAL STATEMENTS OF THE
TORONTO TRANSIT COMMISSION
FOR THE YEAR ENDED DECEMBER 31, 2006

RECOMMENDATION

It is recommended that the Commission:

- (1) approve the attached consolidated financial statements of the Toronto Transit Commission for the year ended December 31, 2006; and
- (2) forward a copy of the approved consolidated financial statements to the Audit Committee of the City of Toronto, for information.

BACKGROUND

The Commission's Audit Committee reviewed the consolidated financial statements of the Commission at its meeting on April 30, 2007. After due consideration and discussion with the auditors, Ernst & Young, the Audit Committee approved the submission of the consolidated financial statements for the year ended December 31, 2006 to a regular Commission meeting for approval. It should be noted that, at the time of this Audit Committee meeting, City staff confirmation of the notes to these financial statements pertaining to operating subsidies (note 11) and City reserve funds (note 13) was still outstanding. On May 2, subsequent to the Audit Committee meeting, the confirmation was received and the aforementioned notes were amended as indicated by the shaded sections of the first attachment entitled "Amended Notes". There were no changes to the figures reported in the financial statements themselves.

DISCUSSION

The consolidated financial statements of the Toronto Transit Commission for the year ended December 31, 2006 (attached) are hereby submitted for approval. Following the Commission's approval of these statements, two Commissioners will sign off on the consolidated balance sheet and the signed Auditors' Report (i.e. Opinion) will be inserted.

In accordance with the City of Toronto Act, 2006, the Commission's consolidated financial statements should be routed to Council, through the City's Audit Committee.

May 2, 2007
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Attachments: Amended Notes
Consolidated Financial Statements