

# TORONTO COACH TERMINAL INC. REPORT NO.

**MEETING DATE:** June 21, 2007

**SUBJECT:** FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
DECEMBER 31, 2006

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## **RECOMMENDATION**

It is recommended that the Board:

- (i) receive and approve the attached Financial Statements of Toronto Coach Terminal Inc. for the year ended December 31, 2006; and
- (ii) forward a copy of the approved Financial Statements to the Shareholder and to the City of Toronto Council, through the City Audit Committee, for information.

## **DISCUSSION**

The Financial Statements for the year ended December 31, 2006 are hereby submitted for the Board's approval.

It should be noted that under the Canadian generally accepted accounting principles (GAAP), the activities during the year and the balances at year-end of the TCTI's subsidiary, the TTC Insurance Company Limited, should be consolidated with those of the parent, TCTI, into a set of consolidated financial statements for TCTI. However, GAAP allows for an election to not consolidate (referred to as Differential Reporting), under the following prescribed circumstances:

- It has no public accountability;
- All of its owners, including those not otherwise entitled to vote, unanimously consent in writing prior to the date of the completion of the financial statements.

At its meeting of April 30, 2007, the TTC Audit Committee approved the election to adopt Differential Reporting (i.e. not to consolidate) and the Chair of the Commission signed the appropriate consent form.

Formal approval of these financial statements should be signified by the signature of the Balance

Sheet by two directors.

In accordance with the City of Toronto Act, 2006, the financial statements of the Commission [and its entities] should be routed to Council through the City Audit Committee. Upon approval, the statements should be forwarded to the Shareholder and the City Council through the City Audit Committee.

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ATTACHMENTS