

EXHIBIT 1 - REVISED *

**TORONTO TRANSIT COMMISSION
2007 OPERATING BUDGET
(\$000s)**

	2006 <u>BUDGET</u>	2007 <u>BUDGET</u>	2007 vs 2006 <u>BUDGET CHANGE</u>
<u>REVENUES</u>			
Passenger Revenues	738,100	769,000	30,900
Outside City Services & Charters	14,647	14,856	209
Advertising	14,700	14,700	-
Rent Revenue	8,069	8,261	192
Commuter Parking	2,270	2,452	182
Other Income	1,275	1,843	568
TOTAL REVENUES	<u>779,061</u>	<u>811,112</u>	<u>32,051</u>
<u>EXPENSES</u>			
CGM's Office	2,165	2,287	122
Corporate Branch	22,259	26,331	4,072
Engineering & Construction Branch	1,972	2,377	405
Executive Branch	55,636	59,689	4,053
Operations Branch	622,411	650,645	28,234
Other Employee Costs	186,500	196,500	10,000
Vehicle Fuel	49,589	59,882	10,293
Traction Power	32,749	36,329	3,580
Utilities	21,690	20,287	(1,403)
Depreciation	14,800	15,000	200
Taxes and Licences	9,519	2,386	(7,133)
Accident Claims & Insurance	23,262	24,696	1,434
Non-Departmental Expenses/Cost Recoveries	13,980	12,074	(1,906)
Unspecified Budget Reduction	(1,499)	-	1,499
TOTAL EXPENSES	<u>1,055,033</u>	<u>1,108,483</u>	<u>53,450</u>
LESS: Post-Retirement Non-Cash Benefits **	<u>(17,041)</u>	<u>(17,600)</u>	<u>(559)</u>
NET EXPENSES	<u>1,037,992</u>	<u>1,090,883</u>	<u>52,891</u>
OPERATING SUBSIDY REQUIRED	258,931	279,771	20,840
LESS: 2005 Stabilization Reserve Fund	<u>(12,624)</u>	-	12,624
Operating Subsidy Required - Current Year	246,307	279,771	33,464
Operating Subsidy Available - Current Year	<u>246,307</u>	<u>246,307</u>	
SHORTFALL	<u>-</u>	<u>33,464</u>	

*Note: This Exhibit has been revised to reflect additional information that became available after publication of the budget documents.

** Pursuant to City Council's direction, a long-term subsidy receivable from the City has been created to finance these expenses.