

April 3, 2008

Mayor David Miller
City of Toronto
Toronto City Hall
100 Queen Street West
Toronto, Ontario
M5H 2N2

Dear Mayor Miller:

At its meeting on Wednesday, March 26, 2008, the Commission considered the attached report entitled, "Capital Funding Status Update."

The Commission approved the Recommendation contained in the report, as listed below:

"It is recommended that the Commission:

1. Receive this funding update for information, noting the current status and activities of government funding programs as outlined in this report and in Attachment B;
2. Note that a Contribution Agreement with the City of Toronto and the Government of Canada for capital funding commitments under the Canada Strategic Infrastructure Fund (CSIF) as announced in March 2004 was executed on March 18, 2008;
3. Note that an Amended Contribution Agreement with the City of Toronto and the Government of Canada for capital funding commitments under Rounds 1 and 3 of the Transit-Secure Passenger Rail Safety Program (TS) as announced in November 2006 and September 2007 respectively has now been executed (as authorized by the Commission on December 13, 2006) and payment is expected to be released in March 2008;
4. Authorize TTC staff to execute an Amended Contribution Agreement with City of Toronto and the Government of Canada for Round 4 transit related security projects as announced on January 21, 2008 under the Transit-Secure (TS) Passenger Rail Safety Program in a form acceptable to the TTC's Chief General Manager, General Secretary and General Counsel;
5. Authorize TTC staff to execute a Contribution Agreement with the Province of Ontario and/or Metrolinx and/or the City of Toronto for Quick Wins projects as approved by the Metrolinx Board on November 26, 2007, (pending funding approval by the Province of Ontario) in a form acceptable to the TTC's Chief General Manager, General Secretary and General Counsel;
6. Authorize TTC staff to execute a Contribution Agreement with the Government of Canada,

York Region and the City of Toronto for Federal funding of the Toronto-York Spadina Subway Extension project under the Building Canada Fund program in a form acceptable to the TTC's Chief General Manager, General Secretary and General Counsel;

7. Authorize TTC staff to execute other agreements with orders of government as required to establish and secure funding support for the TTC's 2008-2012 Capital Program as approved by the City of Toronto Council on December 11, 2007 in a form acceptable to the TTC's Chief General Manager, General Secretary and General Counsel; and
8. Forward this report to the Deputy City Manager and Chief Financial Officer and to the Budget Committee for confirmation of the status of capital funding programs and related agreements."

Subsequent to the preparation of the above noted report, the Province in its 2008 budget release on March 25th announced funding for increased subway capacity and Transit City Plan Environmental Assessment initiatives. Over the next five years this funding will amount to \$360 million and will result in a revised funding need amounting to \$1.143 billion, to be further pursued with the Federal and Provincial governments. The update to Attachment A contained in the report is attached for reference purposes.

The foregoing is forwarded to the City Budget Committee for consideration of the Commission's request embodied in Recommendation No. 8 of the staff report.

Sincerely,

Vincent Rodo
General Secretary
1-16
Attachment

Similar letter sent to: Mr. Joseph Pennachetti, Deputy City Manager & CFO, City of Toronto