

March 29, 2010

To: Executive Committee

From: Budget Committee

Subject: Toronto-York Spadina Subway Extension Project – Request for Full Project Commitment Approval

Recommendations:

The Budget Committee recommends to the Executive Committee that:

- 1. City Council approve additional project commitments of \$1.334 billion, as per the revised Attachment A to the letter (March 25, 2010) from the General Secretary, Toronto Transit Commission, for the Toronto-York Spadina Subway Extension project, bringing total commitments to \$1.819 billion, to enable the Toronto Transit Commission to award contracts required to continue work on this fully-funded, stand-alone, project until March 2011.**
- 2. The Toronto Transit Commission request any additional commitments required for future work as part of the 2011-2020 Capital Budget and Plan and in future capital budgets as necessary.**
- 3. City Council request the Province to make a clear commitment to transit Operating and Capital funding in accordance with the City's 10-year Capital Plan.**

Decision Advice and Other Information

The Budget Committee requested the Toronto Transit Commission to report to the Executive Committee, for its meeting scheduled to be held on April 19, 2010, with 10 year cash flows for the Toronto-York Spadina Subway Extension project, by project component.

Background:

The Budget Committee on March 29, 2010, considered the following:

- (March 25, 2010) letter from the General Secretary, Toronto Transit Commission, entitled "Toronto-York Spadina Subway Extension Project – Request for Full Project Commitment Approval".
- (March 25, 2010) letter from General Secretary, Toronto Transit Commission submitting a table respecting the Toronto-York Spadina Subway Extension Estimated Commitments – March 2010 to Completion, breaking out the project budget into major categories.

for City Clerk

Merle MacDonald/mh

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March 25, 2010

Ms. Ulli Watkiss
City Clerk
City of Toronto
Toronto City Hall
100 Queen Street West
Toronto, Ontario
M5H 2N2

Dear Ms. Watkiss:

Recommendations:

The Toronto Transit Commission recommends that City Council:

1. approve additional in-year project cost commitment of \$2,148.829 million on this fully funded, stand-alone project, bringing the total commitment up to the approved project cost for the TYSSE Project to \$2,634.171 million.

Background:

At its meeting on Wednesday, March 24, 2010 the Commission considered the attached report entitled, "Toronto-York Spadina Subway Extension Project – Request for Full Project Commitment Approval."

The Commission took the following action:

1. Approved an increase of \$2.149 billion in project approval for the Toronto-York Spadina Subway Extension (TYSSE) Project.
2. Forwarded this report to the City of Toronto with a request for additional in-year project cost commitment of \$2,148.829 million on this fully funded, stand-alone project to be forwarded for City Council approval, bringing the total commitment up to the approved project cost for the TYSSE Project to \$2,634.171 million.

The Commission's recommendation is forwarded to Toronto City Council for its consideration.

Sincerely,

Original signed by

Vincent Rodo
General Secretary
1-11
Attachment

March 25, 2010

Ms. Ulli Watkiss
City Clerk
Toronto City Hall
13th Floor West
100 Queen Street West
Toronto, ON M5H 2N2

Dear Ms. Watkiss:

**Re: Toronto-York Spadina Subway Extension Project -
Request for Full Project Commitment Approval**

Pursuant to our letter of March 25, 2010 which forwarded the above noted Commission Report, please find attached a table breaking out the project budget into major categories. This information was requested by City Finance staff. The content of this table was agreed upon between City and TTC staff.

It is understood that as the project progresses, the identified costs in each category will change with the commitment that the project cost of \$2,634.17M will remain unchanged, unless further approval is sought. In essence the project will be managed to the bottom line.

In addition to TTC and City of Toronto capital reporting, this project is monitored through the Executive Task Force (a joint committee comprising City of Toronto and Regional Municipality of York officials), the Move Ontario Trust and the Federal Building Canada Fund agreement.

We will have staff at the Budget Committee meeting on March 29, 2010 to answer any questions.

Sincerely,

Original signed by

Vincent Rodo
General Secretary

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Attachment

Copy: Joseph Pennachetti – City Manager
Cam Weldon – Deputy City Manager & Chief Financial Officer
Joe Farag – Director Special Projec