

### GM21.9 – Summary of Council Directives and Current Status (June 2015)

	<b>Council Motion/Directive</b>	<b>Status (as at June 2015)</b>
1	<p>City Council request the Toronto Transit Commission and the Board of Directors of the Toronto Transit Commission Pension Fund Society, working co-operatively with the Ontario Municipal Employees' Retirement System (OMERS), to re-assess the benefits of a possible merger of the Pension Fund Society Plan into the OMERS Plan once the regulations dealing with the mechanics of plan mergers are in place under the <i>Pension Benefits Act</i>, and within a year of the regulations being filed.</p>	<p>Regulations relating to plan mergers have not yet been issued.</p> <p>In January 2015, the Province released a consultation paper on the proposed regulations, but there is no further time-line indicating when the regulations may be issued.</p> <p>(Note: Any decision regarding a merger of the TTC Pension Fund Society with OMERS must be made and approved by both the TTC and the Union jointly as Sponsors of the pension plan, and ratified by TTC Union Members.)</p>
2	<p>City Council request the Toronto Transit Commission and the Board of Directors of the Toronto Transit Commission Pension Fund Society to apply to the Ontario Ministry of Finance and the Financial Services Commission of Ontario (<i>i.e.</i>, the Ontario pension Regulators) again requesting an exemption from the statutory obligation to continue past solvency deficit payments to the Fund of the Pension Fund Society Plan given that effective January 1, 2011 the Plan has been a recognized Jointly Sponsored Pension Plan and that any correspondence pertaining to the exemption request be made available to the Government Management Committee.</p>	<p>TTC staff had discussion with the Ministry of Finance on May 30, 2013 and were advised that solvency deficit exemptions were considered as part of the TTC's original solvency relief (recognition as a Jointly Sponsored Pension Plan) and indicated that, at this time, further exemptions were not being considered.</p> <p>TTC issued a competitive RFP for the purpose of retaining a law firm to conduct a general review of the Pension Fund Society's plan documents, including a legal review of the solvency deficit exemption issue. The scope of work and fee estimate was brought to the TTC's Board for approval. At its meeting held on August 19, 2014, the TTC Board received the staff report, without recommendations. As such, no further action has been taken on this issue.</p>

**Attachment 2****GM21.9 – Summary of Council Directives and Current Status (June 2015)**

	<b>Council Motion/Directive</b>	<b>Status (as at June 2015)</b>
3	City Council request the Toronto Transit Commission and the Board of Directors of the Toronto Transit Commission Pension Fund Society (working with independent external legal advisors), to conduct a formal legal review of the Pension Fund Society's plan documents to ensure transparency in governance and decision making responsibilities, and to ensure consistency between the Society's Bylaws and other policy documents including the Society's Funding Policy and that this be completed and reported back to the October 15, 2013 Government Management Committee meeting.	TTC issued a competitive RFP for the purpose of retaining a law firm to conduct a general review of the Pension Fund Society's plan documents. The scope of work and fee estimate was brought to the TTC's Board for approval. At its meeting held on August 19, 2014, the TTC Board received the staff report, without recommendations. As such, no further action has been taken on this issue.
4	City Council request the Toronto Transit Commission to report back to the Government Management Committee on the outcome of the foregoing recommendations once each is completed and that the Government Management Committee be kept apprised of the status of each recommendation in this report every six months or as circumstances warrant.	<p>A status was provided to City Council in June 2014. This Attachment 2 provides a second update as at June 2015.</p> <p>Should circumstances warrant, a further update will be provided to GMC if and when the Province files the required regulations respecting pension plan mergers.</p>
5	City Council authorize the release of Confidential Attachment 1 to the report (March 22, 2013) from the Treasurer if an agreement to merge the Toronto Transit Commission Pension Fund Society Plan with OMERS is approved by the Plan Sponsors (i.e. Toronto Transit Commission and Amalgamated Transit Union Local 113), or the Society authorizes such release and as determined by the City Solicitor, but that it be released on a confidential basis now to the affected parties including the Toronto Transit Commission, the Pension Fund Society and OMERS officials.	Given that the Province has not filed the required regulations, an agreement to merge with OMERS has not yet been pursued.
6	City Council request that the Toronto Transit Commission Pension Society Board expedite the recruitment of an external Chief Executive Officer for the Pension Fund Society.	This request was referred to the Board of the Toronto Transit Commission Pension Fund Society. A recruitment for the Chief Executive Officer is now underway.