

June 16, 2011

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

Dear Ms. Watkiss:

At its meeting on Wednesday, June 8, 2011 the Commission considered the attached report entitled " 2012-2016 Capital Program and 10 Year Forecast ".

The Commission approved the recommendations contained in the staff report as follows:

"It is recommended that the Commission:

- (1) Approve the preliminary 2012-2016 Capital Program and 10 Year Forecast as described in this report and as summarized in Appendix A, including the following:
 - (a) the 2012 Capital Budget in the amount of \$1,095.7 million, noting that identified capital funding sources are more than sufficient to fund the 2012 capital budget request;
 - (b) the 2012-2016 Capital Program in the amount of \$4.603 billion, noting that the capital expenditures needed to maintain the existing transit system in a state-of-good-repair over this 5 year period exceed currently identified capital funding sources by \$1.336 billion;
 - (c) the 2012-2021 TTC Capital Forecast in the amount of \$6.999 billion, noting that the capital expenditures needed to maintain the existing transit system in a state-of-good-repair over this 10 year period exceed currently identified capital funding sources by about \$1.508 billion;
 - (d) note that the 10 year capital funding shortfall is a continuation of the long term pattern of insufficient long-term capital funding for the TTC's capital needs. Over recent years, each capital budget process shows sufficient funding in the short-term and a significant lack of identified funding in the mid to long term. Also contained in this report is a series of funding package requests for the Provincial and Federal governments that, if funded, would eliminate this 10 year shortfall;
 - (e) the budget for the Toronto-York Spadina Subway Extension with an estimated final cost of \$2.634 billion, including \$685.5 million in 2012 and \$1.963 billion for the years 2012-2016;
 - (f) the Capital Workforce Plan summarized in this report;

- (2) Confirm support for the Strategic Funding Packages outlined in this report, and direct staff, in consultation with the City of Toronto, to prepare appropriate requests to the Province of Ontario, Metrolinx, and the Government of Canada in pursuit of funds for the TTC's base capital program needs as outlined in this report.
- (3) Forward this report to the City of Toronto as the TTC's preliminary capital budget request for approval by City Council.
- (4) Forward this report to the Ontario Minister of Transportation, the Ontario Minister of Public Infrastructure Renewal, and to the Ontario Minister of Finance, for consideration of TTC's base capital funding needs.
- (5) Forward this report to the Federal Minister of Transport, Infrastructure and Communities, for consideration of TTC's base capital funding needs.
- (6) Forward this report to Metrolinx, for consideration of TTC's base capital funding needs".

The foregoing is forwarded to the Budget Committee for appropriate action.

Sincerely,

Original signed by

Vincent Rodo
General Secretary

1-11
Attachment