



May 25, 2021

John Elvidge  
 City Clerk  
 Toronto City Hall  
 100 Queen Street West  
 Toronto, ON M5H 2N2

Dear John Elvidge:

**Subject: TTC Streetcar Program – Procurement of 60 Streetcars**

**Recommendation:**

The Toronto Transit Commission Board requests that:

1. City Council approve the 2021-2030 TTC Capital Budget and Plan amendments for the TTC Streetcar Program, as detailed in Parts a and b below:
  - a. expenditure adjustments to the TTC's 2021-2030 Capital Budget and Plan for the TTC Streetcar Program by:
    1. increasing the 2021-2030 Approved Capital Budget and Plan by \$425.785 million to a total of \$568.0 million for the TTC Streetcar Program to reflect the procurement of an additional 47 streetcars at an incremental cost of \$328.248 million, and the modifications to the Hillcrest Facility to accommodate the additional fleet at an additional cost of \$97.537 million; and,
    2. amending the 2021 Capital Budget and 2022-2027 cash flow funding estimates to align with the estimated project delivery schedule to the following:

	2021	2022	2023	2024	2025	2026	2027	Total
60 Streetcars	103,042	14,925	64,495	194,289	87,006	4,243		468,000
Hillcrest Facility	200	2,800	8,000	14,000	40,000	30,000	5,000	100,000
<b>Total</b>	<b>103,242</b>	<b>17,725</b>	<b>72,495</b>	<b>208,289</b>	<b>127,006</b>	<b>34,243</b>	<b>5,000</b>	<b>568,000</b>

- b. funding adjustments to offset the incremental expenditure increase of \$425.785 million for the TTC Streetcar Program by:
  1. adding provincial and federal funding to include a \$180.0 million contribution from each order of government for a total of \$360.0 million;



2. withdrawing \$65.785 million from the Toronto-York Spadina Subway Extension Working Capital Reserve Fund (XR3027) with cash flows of \$55.629 million in 2021 and \$10.156 million in 2022 to fund planned Toronto-York Spadina Subway Extension capital works in 2021 and 2022 and replace the current debt funding allocated to this project; and,
3. reallocating the now released debt funding to the TTC Streetcar Program as the City's share to fund the balance of the incremental \$425.785 million increase to the Program.

**Background:**

At its Special meeting on May 25, 2021, the TTC Board considered the attached report titled "TTC Streetcar Program – Procurement of 60 Streetcars" and adopted the recommendation in the report, as follows:

It is recommended the TTC Board:

1. Approve the following expenditure adjustments to the TTC's 2021-2030 Capital Budget and Plan for the TTC Streetcar Program by:
  - a. Increasing the 2021-2030 Approved Capital Budget and Plan by \$425.785 million to a total of \$568.0 million for the TTC Streetcar Program to reflect the procurement of an additional 47 streetcars at an incremental cost of \$328.248 million, and the modifications to the Hillcrest Facility to accommodate the additional fleet at an additional cost of \$97.537 million; and,
  - b. Amending the 2021 Capital Budget and 2022-2027 cash flow funding estimates to align with the estimated project delivery schedule to the following:

	2021	2022	2023	2024	2025	2026	2027	Total
60 Streetcars	103,042	14,925	64,495	194,289	87,006	4,243		468,000
Hillcrest Facility	200	2,800	8,000	14,000	40,000	30,000	5,000	100,000
<b>Total</b>	<b>103,242</b>	<b>17,725</b>	<b>72,495</b>	<b>208,289</b>	<b>127,006</b>	<b>34,243</b>	<b>5,000</b>	<b>568,000</b>

2. Approve the following funding adjustments to offset the incremental expenditure increase of \$425.785 million for the TTC Streetcar Program by:
  - a. Adding provincial and federal funding to include a \$180.0 million contribution from each order of government for a total of \$360.0 million;
  - b. Withdrawing \$65.785 million from the Toronto-York Spadina Subway Extension Working Capital Reserve Fund (XR3027) with cash flows of \$55.629 million in 2021 and \$10.156



million in 2022 to fund planned Toronto-York Spadina Subway Extension capital works in 2021 and 2022 and replace the current debt funding allocated to this project; and,

- c. Reallocate the now released debt funding to the TTC Streetcar Program as the City's share to fund the balance of the incremental \$425.785 million increase to the Program.
3. Request City Council to approve the 2021-2030 TTC Capital Budget and Plan amendments for the TTC Streetcar Program identified in Recommendation 1 and Recommendation 2.
4. Delegate authority to the TTC Chief Executive Officer to execute any agreements or documents required to exercise the contractual option for the supply of 47 additional streetcars under the current contract with Alstom, subject to City Council approval of the amended TTC Capital Budget and Plan per Recommendation 3.

The recommendation of the Toronto Transit Commission Board as set out above is submitted for City Council approval.

Sincerely,

A handwritten signature in cursive script, appearing to read "Chrisanne Finnerty".

Chrisanne Finnerty  
Director – Commission Services

1-17

Attachment