

As a self-sustaining agency, Toronto Parking Authority (TPA) has served the City of Toronto for over 72 years. Since 2002 alone, TPA has contributed more than \$1.4 billion to the City of Toronto to fund other municipal services and programs, including public transit, housing, and parks.

TPA's legacy Net Revenue Share Agreement with the City, put in place in 2017 requires the TPA to return 85 percent of its net annual income to the City of Toronto. The remaining 15 percent is used to fund TPA's operating and capital programs.

Since 2017, TPA's mandate has been extended to include the operating and capital costs of Bike Share Toronto and an Electric Vehicle (EV) Charging Program. TPA's continued operation of these programs is not sustainable under the current Net Income Share Agreement.

Since 2017, TPA has expanded Bike Share Toronto to a system size of 795 stations (+515 stations) with more than 8,100 bikes, including 1,900+ e-bikes, at a capital cost of \$50.6 M. TPA's parking revenues have also subsidized the operation of Bike Share Toronto to a total of \$23.9 M over 8 years. With more than 5.7 M trips recorded in 2023, Bike Share Toronto is now among the largest and most successful programs in North America.

On behalf of the City, TPA has also built Canada's largest municipally-owned EV Charging Network with over 400 chargers installed in less than 18 months. The continued expansion of this program is capital intensive with over \$21.2 M committed to date. Further expansion of the program to support the City's climate action goals under TransformTO will require additional supports.

As outlined in PA8.3, Toronto Parking Authority is in urgent need of a sustainable financial model that is aligned with its current mandate to deliver sustainable parking, bike share and last mile mobility solutions. Should TPA continue to operate under the current obsolete agreement, it will be forced to suspend further capital investments in Bike Share TO and EV charging.

As the Chair of the TPA Board of Directors and in recognition of the exigency of this matter, I am requesting that the City Manager provide an update to TPA Board of Directors at its next meeting of May 28, 2024, about the timing and structure of a new agreement that will provide a sustainable future for the TPA.

Rec:

1. TPA Board of Directors request City Council to request the Chief Financial Officer to provide an update at the May 28, 2024 meeting of TPA Board of Directors on the status of TPAs Net Income Sharing Agreement.