

TORONTO TRANSIT COMMISSION REPORT NO.

MEETING DATE: January 31, 2012

SUBJECT: PROHIBITION ON BIDDING

ACTION ITEM

REASON FOR CONFIDENTIAL INFORMATION:

This report contains advice or communications that are subject to solicitor-client (litigation) privilege.

RECOMMENDATION

It is recommended that the Commission:

- (1) Permanently prohibit awarding any Commission contract to Sebastian Corbo and any company in which Mr. Corbo owns, controls and/or directs in any manner;
- (2) Permanently prohibit awarding any Commission contract to IPAC Paving Limited ("IPAC Paving"); and
- (3) Receive the information as set out in the Confidential Attachment and have it remain confidential until the conclusion of the current litigation.

FUNDING

There is no funding impact arising from this report.

BACKGROUND

On June 15, 2011, Toronto Police Services arrested four individuals with respect to an investigation involving illegal payments between a former TTC employee and a company providing services to the TTC. A former TTC employee, his wife and his son were criminally charged, as well as Sebastian Corbo, project manager of IPAC Paving.

On November 29, 2011, the former TTC employee plead guilty to one count of receiving a secret commission. The charges against the former employee's wife and son were withdrawn.

As of the date of this report, Mr. Corbo's criminal charges remain outstanding.

JUSTIFICATION

It is recommended that IPAC Paving and Mr. Corbo not receive any future Commission contracts.

January 31, 2011

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