

TTC INSURANCE COMPANY LIMITED REPORT NO.

MEETING DATE: June 24, 2013

SUBJECT: APPOINTMENT OF EXTERNAL AUDITOR FOR 2013

ACTION ITEM

RECOMMENDATION

It is recommended that the Shareholders of TTC Insurance Company Limited appoint PricewaterhouseCoopers LLP for the provision of external audit services for the 2013 fiscal year.

FUNDING

Sufficient funds are available in the 2013 TTC operating budget. Future years' budgets will include adequate provisions for these costs.

BACKGROUND

The City issued a Request for Proposal on November 3, 2009 for external audit services for the City and its Agencies, Boards and Commissions (including TTC and its related entities). Five firms submitted a proposal. The proposals were scored by an evaluation team, which included a representative from TTC.

On February 10, 2010, the City's Audit Committee approved the appointment of PricewaterhouseCoopers LLP for the provision of external audit services for the City and its major Agencies, Boards and Commissions on the basis that the proponent had the highest overall evaluated score and the lowest cost.

At today's TTCICL Audit Committee meeting, the Committee will have before it a report recommending the appointment of PricewaterhouseCoopers LLP. Approval by the Shareholders is required.

DISCUSSION

Audit services are required to complete the annual financial audit pursuant to Section 102 of the Insurance Act (Ontario).

The annual audit fees for TTC Insurance Company Limited under the contract with PricewaterhouseCoopers LLP are summarized below.

	2010	2011	2012	2013	2014
TTCICL	11,750	11,750	12,610	13,470	14,410
HST	1,528	1,528	1,639	1,751	1,873
Total	13,278	13,278	14,249	15,221	16,283

JUSTIFICATION

The appointment of the external auditors requires the approval of the Shareholders.

42.35