

2023 Operating Budget for the Toronto Coach Terminal Inc. (TCTI)

Date: June 12, 2023

From: Treasurer, Toronto Coach Terminal Inc.

Summary

The attached report presents the 2023 Toronto Coach Terminal Inc. (TCTI) operating budget for approval.

The 2023 Operating Budget is limited to interest revenue on bank balances and minor administrative expenses.

Recommendations

It is recommended that the Board of Directors:

1. Approve the 2023 Operating Budget for the Toronto Coach Terminal Inc. with revenues of \$100,000 and expenses of \$1,000 resulting in a net profit of \$99,000 as set out in this report.

Financial Summary

The continuation of the Toronto Coach Terminal Inc. as a legal entity is required in accordance with the terms of the license of the TTC Insurance Company Limited. Revenues will be limited to interest revenue on estimated bank balances of \$100,000 and administrative expenses of \$1,000.

Equity/Accessibility Matters

Toronto Coach Terminal Inc. is no longer an operating entity, and continues only as a legal entity. Therefore, there are no equity and accessibility considerations.

Decision History

On an annual basis, the budget of TCTI is presented on a non-consolidated level, for approval.

On June 2021, the TCTI Board approved, upon the expiry of the TCTI-GACCTO lease, the transfer of the operational management of the 610 Bay Street and 130 Elizabeth Street properties to the City of Toronto, subject to the City of Toronto,

- (a) paying the remaining loan balance between TCTI and the TTC (approximately \$4.2 million);
- (b) the City of Toronto assume the responsibility for any liabilities including, but not limited to, the payment of property taxes, carrying out the security, maintenance, repair and replacements, and environmental liabilities (on and off the properties) associated with the properties; and
- (c) pay TCTI \$4.2 million upon the occurrence of the earlier of,
 - (i) the sale of one or both of the properties;
 - (ii) the execution of any agreement between the City of Toronto and a third party in respect of the development of one or both of the properties; or
 - (iii) the approval by City of Toronto Council of an application by the City of Toronto to rezone one or both of the properties.

[GACCTO Lease Expiry and Proposed Transfer of 610 Bay Street and 130 Elizabeth Street](#)

On September 15 2021, the Toronto Transit Commission (TTC) Board approved the waiver of interest payable on the remaining loan of \$4.5 million, with TCTI, effective July 8, 2021 and approved the applicable amendment to the loan agreement between the TTC and TCTI in respect of the waiver of interest.

[Loan Agreement to Toronto Coach Terminal Inc.](#)

Comments

2023 TCTI Operating Budget

TCTI's budgeted net profit for 2023 is expected to be \$99,000, representing a \$89,000 increase relative to the 2022 budget. The overall increase is primarily associated with an increase in anticipated bank interest revenue, based on the increase in interest rates.

Administrative Expenses

Administrative expenses relate to bank charges required to maintain the current bank account.

Budget Summary

\$000s	2023 BUDGET	2022 BUDGET	CHANGE
Expenses	1	6	(5)
Cash Flow From Operations	1	6	(5)
Operating Loss	(1)	(6)	5
Interest Revenue	(100)	(16)	(84)
Net Profit	99	10	89

Contact

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