

# TORONTO COACH TERMINAL INC. REPORT NO.

**MEETING DATE:** December 19, 2013

**SUBJECT:** 2014 Operating Budget

## **ACTION ITEM**

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### **RECOMMENDATION**

It is recommended that the Board approve the 2014 Operating Budget for the Toronto Coach Terminal Inc. (TCTI) as set out in this report.

### **DISCUSSION**

The 2014 TCTI Operating Budget includes the following highlights and is summarized in the table below:

- (1) Revenues are based on the existing lease with GACCTO and will remain unchanged from 2013;
- (2) Expenses will drop by more than one-half due to the discontinuance of an external audit;
- (3) A planned \$1.5 million loan repayment to the TTC at the end of 2013 will reduce the 2014 interest expense budget by approximately 10%; and
- (4) TCTI's budgeted net profit for 2014 is expected to be \$325K, representing a 14% improvement over the 2013 budget.

### **Budget Summary**

\$000s	2014 BUDGET	2013 BUDGET	CHANGE
Revenues	1,200	1,200	-
Expenses	5	11	(6)
<b>Cash Flow From Operations</b>	<b>1,195</b>	<b>1,189</b>	<b>6</b>
Depreciation	557	557	-
<b>Operating Profit</b>	<b>638</b>	<b>632</b>	<b>6</b>
Interest Expense (Net)	313	346	(33)
<b>Net Profit</b>	<b>325</b>	<b>286</b>	<b>39</b>

**TERMINAL OPERATIONS/LEASE**

Since assuming responsibility for the management of the bus terminal, GACCTO has fulfilled its lease obligations, operating and maintaining the terminal in a professional and customer-focused manner as well as making rent payments on time.

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November 15, 2013  
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