



STAFF REPORT ACTION REQUIRED

Proxy to Vote Toronto Coach Terminal Inc. Shares in TTC Insurance Company Limited

Date:	February 25, 2015
To:	Toronto Coach Terminal Inc. (TCTI)
From:	Chief Executive Officer

Summary

The Toronto Coach Terminal Inc., the majority shareholder of TTC Insurance Company Limited appoints the Chair of TTC Insurance Company Limited, or if an alternative is required, the Vice-Chair, as its proxy to vote 970 shares on its behalf at any Shareholders meeting that is held during the year 2015.

Recommendations

It is recommended that the Board of Directors:

1. Approve the attached proxy to exercise the 970 Toronto Coach Terminal Inc. shares in TTC Insurance Company Limited.

Financial Impact

There are no financial implications resulting from the adoption of this report.

Decision History

The TTC Insurance Company Limited (TTCICL) was formed on March 9, 1994 and given a license to write automobile insurance (limited to TTC insurance risks) on July 12, 1994. Prior to the formation of TTCICL, TTC purchased a “fronting” automobile policy from an automobile insurance company and TTC continued to settle and pay claims. However, a change in the regulations made the option of buying fronting insurance cost prohibitive which resulted in the formation of TTCICL, a subsidiary company of TCTI.

At the first TTCICL Directors meeting on June 14, 1994, a motion was passed to allot 1,000 common shares in the capital stock of the Company for a total subscription price of \$100,000. The Subscribers and the number of shares subscribed for included 970 common shares to Metropolitan Toronto Coach Terminal Inc. (now TCTI) and 5 common shares to each of the six appointed directors.

Comments

The sole purpose of TTCICL is to issue automobile liability certificates (pink slips). All claims are handled by TTC staff. TTCICL charges a nominal premium of two dollars to the TTC. One dollar is for the policy covering non-revenue vehicles and one dollar is for the policy covering revenue vehicles. Over the years, operating TTCICL versus buying fronting insurance from an outside insurer has saved the Commission millions of dollars.

Contact

V. Rodo, Chief Financial and Administration Officer
Telephone: (416) 393-3914; Email: vincent.rodo@ttc.ca

Attachment - Proxy

PROXY

TTC INSURANCE COMPANY LIMITED

The Toronto Coach Terminal Inc., of the City of Toronto, the majority shareholder of TTC Insurance Company Limited, hereby appoints the Chair of TTC Insurance Company Limited, or if an alternative is required, the Vice-Chair of TTC Insurance Company Limited, as its proxy to vote 970 shares on its behalf at any Shareholders Meeting held during the year 2015.

Dated this 25th day of February, 2015.

TORONTO COACH TERMINAL INC.

CHAIR

GENERAL SECRETARY