

TORONTO TRANSIT INFRASTRUCTURE LTD. REPORT NO.

MEETING DATE: June 21, 2012

SUBJECT: FINANCIAL REPORT FOR TORONTO TRANSIT
INFRASTRUCTURE LIMITED (TTIL) FOR THE FOUR
PERIODS ENDING APRIL 28, 2012

INFORMATION ITEM

RECOMMENDATION

It is recommended that the Board receive for information the Financial Report for Toronto Transit Infrastructure Limited (TTIL) for the accounting period ending April 28, 2012.

DISCUSSION

The attached report provides information on the financial status as at April 28, 2012.

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6 June 2012

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ATTACHMENTS

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TORONTO TRANSIT INFRASTRUCTURE LTD

Statement of Financial Position (Unaudited)

As at

| | April 28 2012 | April 30 2011 |
|-------------------------------------|------------------|------------------|
| | (\$) | (\$) |
| FINANCIAL ASSETS | | |
| Cash | 1,938 | 161,838 |
| Interest receivable | - | 166 |
| Total Financial Assets | 1,938 | 162,004 |
| LIABILITIES | | |
| Accounts payable | 1,596 | 40 |
| Total Liabilities | 1,596 | 40 |
| Net Financial Assets | 342 | 161,964 |
| Accumulated Surplus (note 5) | 342 | 161,964 |

TORONTO TRANSIT INFRASTRUCTURE LTD

Statement of Operations and Deficit (Unaudited)
Period 4

| | | YTD | |
|--|------------|------------------|------------------|
| | Period 4 | Period 4 2012 | Period 4 2011 |
| | (\$) | (\$) | (\$) |
| REVENUE | | | |
| Interest income | 2 | 12 | 691 |
| Total revenue | 2 | 12 | 691 |
| EXPENSES | | | |
| Research activities | 7 | 217 | 160 |
| Total expenses (note 4) | 7 | 217 | 160 |
| Annual (Deficit) / Surplus | (5) | (205) | 531 |
| Accumulated Surplus, beginning of period/year | 347 | 547 | 161,433 |
| Accumulated Surplus, year to date | 342 | 342 | 161,964 |

TORONTO TRANSIT INFRASTRUCTURE LIMITED

Notes to Financial Statements (Unaudited)

Four periods ended April 28, 2012

1. NATURE OF OPERATIONS

Toronto Transit Infrastructure Limited (the "Company") is incorporated under the Canada Business Corporations Act and is a wholly-owned subsidiary of the Toronto Transit Commission (the "Commission"). The Company was initially incorporated as the Toronto Transit Consultants Limited and provided professional consulting services in connection with urban transit systems worldwide. These operations ceased December 31, 1997. On March 8, 2011, the Company's shareholder resolved to reactivate the Company for the limited purpose of providing assistance and advice to the TTC with respect to the City of Toronto Subway Project. The shareholder also resolved to amend the name of the Company, effective March 21, 2011, from Toronto Transit Consultants Limited to Toronto Transit Infrastructure Limited.

2. SIGNIFICANT ACCOUNTING POLICIES

- (a) **Basis of Presentation**
These financial statements are prepared in accordance with the Public Sector Accounting Handbook.
- (b) **Measurement uncertainty**
The preparation of the financial statements in conformity with Public Sector Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period.
- (c) **Revenue Recognition**
Interest revenue is recognized on an accrual basis.
- (d) **Cash**
Cash consists of funds on deposit with a chartered bank.

3. INCOME TAXES

Pursuant to section 149(1)(d) of the Income Tax Act (Canada), the Company is exempt from federal income tax. As a result, no tax provision has been recorded in these financial statements.

4. **EXPENDITURES BY OBJECT**

The following tables provide a breakdown of the statement of operations by expenditure object:

| Expenses (to period 4): | <u>2012</u> | <u>2011</u> |
|--------------------------------|--------------------|--------------------|
| Bank Fees | 28 | 28 |
| Miscellaneous | 189 | 132 |
| Total Expenses | 217 | 160 |

5. **ACCUMULATED SURPLUS**

The accumulated surplus includes 1,000 common shares with a par value of \$100 each.

| As at period 4: | <u>2012</u> | <u>2011</u> |
|-----------------------------|--------------------|--------------------|
| Retained (Deficit)/Earnings | (99,658) | 61,964 |
| Capital Stock | 100,000 | 100,000 |
| Accumulated Surplus | 342 | 161,964 |
