



STAFF REPORT ACTION REQUIRED

Financial Statements of Toronto Transit Infrastructure Limited for the year ended December 31, 2014

Date:	June 22, 2015
To:	TTIL Board
From:	Chief Executive Officer

Summary

The Toronto Transit Infrastructure Limited's (TTIL) financial statements present TTIL's 2014 financial results and financial position as of December 31, 2014.

Recommendations

It is recommended that the Board

1. Approve the attached financial statements of Toronto Transit Infrastructure Limited (TTIL) for the year ended December 31, 2014;
2. Forward a copy of the approved consolidated financial statements to the Shareholder for information; and to the City Manager, in accordance with the May 8, 2012¹ City Council directive.

Financial Summary

The recommendations in this report have no funding implications.

Accessibility/Equity Matters

This report and its recommendations have no accessibility/equity issues or impact.

Issue Background

On March 8, 2011, the company's Shareholder resolved to reactivate TTIL 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 TTIL, effective March 21, 2011, from Toronto Transit Consultants Limited to Toronto Transit Infrastructure Limited.

¹ See Item 1 at:

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2012.EX19.13>

Contact

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Attachments

Appendix A: Financial Statements of Toronto Transit Infrastructure Limited for the year ended December 31, 2014

(Unaudited)
Draft Financial Statements of

TORONTO TRANSIT INFRASTRUCTURE LIMITED

Year ended December 31, 2014

TORONTO TRANSIT INFRASTRUCTURE LIMITED

Statement of Financial Position (Unaudited)

As at	Dec 31 2014	Dec 31 2013
	(\$)	(\$)
FINANCIAL ASSETS		
Cash (note 2d)	945	1,005
Total Financial Assets	945	1,005
LIABILITIES		
Accounts payable	-	7
Total Liabilities	-	7
Net Financial Assets	945	998
Accumulated Surplus (note 4)	945	998

See accompanying notes to the financial statements

On behalf of the Board:

_____ Director

TORONTO TRANSIT INFRASTRUCTURE LIMITED

Statement of Operations and Accumulated Surplus (Unaudited)
Years ended December 31

	2014	2013
	(\$)	(\$)
REVENUE		
Interest Income	3	14
Total Revenue	3	14
EXPENSES		
Miscellaneous Expenses	56	131
Total Expenses	56	131
Annual Surplus/(Deficit)	(53)	(117)
Accumulated Surplus, beginning of year	998	1,115
Accumulated Surplus, end of year	945	998

See accompanying notes to the financial statements

TORONTO TRANSIT INFRASTRUCTURE LIMITED

(incorporated under the laws of the Province of Ontario)

Statement of Cash Flows (Unaudited)
Years ended December 31

	2014	2013
	(\$)	(\$)
CASH FLOWS (USED IN)/FROM OPERATING ACTIVITIES		
Cash paid to the government and suppliers	(63)	(170)
Cash received for interest	3	14
Net cash flows (used in) operating activities	(60)	(156)
Net (decrease) in cash during the year	(60)	(156)
Cash, beginning of year	1,005	1,161
Cash, end of year	945	1,005

See accompanying notes to the financial statements

TORONTO TRANSIT INFRASTRUCTURE LIMITED

Notes to Financial Statements (Unaudited), page 1

Year ended December 31, 2014

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. The Company follows the recommendations of Section PS 1201 - Financial Statement Presentation. Financial statement presentation for assets and liabilities is based on the concept of net debt. A Statement of Change in Net Debt has not been presented as the Company does not have any non-financial assets. Therefore, the presentation of a Statement of Change in Net Debt would not provide any information that could not be obtained from the Statement of Financial Position or the Statement of Operations and Accumulated Surplus.

(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.

TORONTO TRANSIT INFRASTRUCTURE LIMITED

Notes to Financial Statements (Unaudited), page 2

Year ended December 31, 2014

4. ACCUMULATED SURPLUS

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

	<u>2014</u>	<u>2013</u>
Retained (Deficit)/Earnings	(99,055)	(99,002)
Capital Stock	100,000	100,000
Accumulated Surplus	945	998