

Meeting Date: January 12, 2005

Subject: Chief General Manager's Report Period 11 October 31 To November 27, 2004

Recommendation

It is recommended that the Commission:

- (1) receive for information the attached Executive Summary of the Chief General Manager's (CGM's) report covering the period October 31 to November 27, 2004; and
- (2) forward a copy of this cover report and the Executive Summary to each City Councillor for information (noting that the detailed CGM's report is available on request from the Office of the General Secretary of the Commission).

Discussion

(1) 2004 TTC Operating Budget

Year-to-Date

Ridership in period 11 was 0.6 million (1.7%) over last year and 0.8 million (2.4%) over budget. Year-to-date, ridership to November 27 was 7.5 million (2.0%) rides over budget. Consequently, revenue to November 27 was \$16.7 million (2.6%) over budget. Expenditure results to date continued to reflect some timing differences from budget and most of the benefits of the additional goods & services tax ("GST") rebate.

Year-end Projections

At the time of writing, with a little over a week remaining in the year, preliminary indications are that ridership will be 418 million at year-end:

(Millions)	2004		
	BUDGET	PROJECTION	CHANGE
RIDERSHIP	410	418	8
REVENUES	\$709	\$725	\$16
EXPENSES	\$933	\$933	\$0
SUBSIDY	\$224	\$219	\$(5)
SURPLUS	\$0	\$11	\$11

With overall year-end expenditures projected to be on target, the \$16 million favourable revenue variance will be reduced by the \$5 million GST rebate clawback by the City. Consequently, at this time, a year-end surplus of about \$11 million is projected.

(2) 2004 Wheel-Trans Operating Budget

Wheel-Trans continues to experience higher than targeted requests for service and has been able to provide some additional service by allocating a higher proportion of trips to sedan taxis.

A balanced budget and an unaccommodated rate of 2.4% (compared to a 2% target) are still

projected for year-end.

(3) 2004 - 2008 Capital Program

The current projected year-end cash flow is \$3.9 million less than the budget of \$288.7 million, including the original budget approved by City Council on April 21, 2004 (\$282.8 million) and subsequently amended for the Sheppard project by City Council on November 30, 2004 (\$5.9 million), as outlined on pages A6a & b. The \$3.9 million variance results from a number of key project variances, as outlined on page A6c, with the most significant relating to the deferred purchase of SRT cars (-\$15.8 million) to future years. The current projections (\$284.8 million) reflect the additional 3/7ths GST rebate which became effective February 1, 2004.

22-Dec-04

42-47-47

Attachment: CGM's Report