
To: York Region Rapid Transit Corporation Board of Directors

From: Mary-Frances Turner, President

Subject: YRRTC – 2015 Metrolinx Multi-Year Capital Expenditures Budget

Ref: YORK-#5801950

Recommendations

It is recommended that:

1. The York Region Rapid Transit Corporation (YRRTC) Board of Directors endorse the 2015 Metrolinx Multi-Year Capital Expenditures Budget of \$1.04 billion for YRRTC

Purpose

- The purpose of this report is to seek the Board's endorsement of the 2015 Metrolinx Multi-Year Capital Expenditures Budget for YRRTC, as submitted to Metrolinx in October 2014

Background

The total funded Capital Programs for YRRTC is valued at \$3.2 billion

- The YRRTC Funded Capital Programs Expenditures (see Table 1) is being brought forward in two parts:
 - Part One, which is the subject of a separate report on this agenda, seeks the necessary approvals of Regional Council related to the 2015 Regional Multi-Year Capital & Operating Expenditures Budget, which include York Region funded dollars
 - Part Two, which is the subject of this report, seeks the endorsement of the YRRTC Board of Directors related to the 2015 Metrolinx Multi-Year Capital Expenditures Budget, which are 100% Metrolinx funded dollars

- The Regional Capital Program of \$1.4 billion for YRRTC is driven by the shared funding agreements, which York Region entered into with the Provincial and/or Federal governments. York Region's contribution is approximately one-third or \$444.3 million, mainly for the Toronto-York Spadina Subway Extension which starts from the existing Downsview station and will end at the Vaughan Metropolitan Centre
- The Metrolinx Capital Program – in April 2011, York Region entered into a Master Agreement with Metrolinx to construct approximately 35 km of dedicated median bus rapidways for a total value of \$1.755 billion, bringing the total Capital Program – when including design and preliminary engineering – to \$1.8 billion

YRRTC is building the rapidways as the project manager for Metrolinx. On completion, asset ownership will transfer to Metrolinx and York Region will become responsible for maintaining and operating the assets

Table 1
Funded Capital Programs, \$3.2 Billion

| YRRTC Capital Programs (\$Millions) | Regional Program \$\$\$ | Metrolinx Program \$\$\$ | Total Program \$\$\$ |
|--|-------------------------------|--------------------------------|----------------------------|
| BRT Rapidways & Stations | - | 1,784.0 | 1,784.0 |
| BRT Facilities & Terminals | 208.6 | - | 208.6 |
| BRT Rapid Transit Vehicles | 48.7 | - | 48.7 |
| Toronto-York Spadina Subway Extension | 1,102.6 | - | 1,102.6 |
| Yonge North Subway Extension | 4.3 | - | 4.3 |
| Rapid Transit Studies | 3.2 | - | 3.2 |
| Total Capital Programs | 1,367.4 | 1,784.0 | 3,151.4 |
| Total York Region Funded - \$\$\$ | \$444.3 | | \$444.3 |
| Total York Region Funded - % | 32.5% | | 14.1% |
| Total Metrolinx Funded - \$\$\$ | | \$1,784.0 | \$1,784.0 |
| Total Metrolinx Funded - % | | 100.0% | 56.6% |

* Remaining funding dollars are from the Provincial and Federal governments.

Analysis

The 2015 Metrolinx Multi-Year Capital Expenditures Budget, i.e. Capital Spending Authority is \$1.04 billion, of which \$224.6 million will be spent in 2015

- Table 2 provides the breakdown of the capital dollars for the projects associated with the 2015 Metrolinx Multi-Year Capital Expenditures Budget

Table 2

Metrolinx Capital Program, 2015 Metrolinx Multi-Year Capital Expenditures Budget

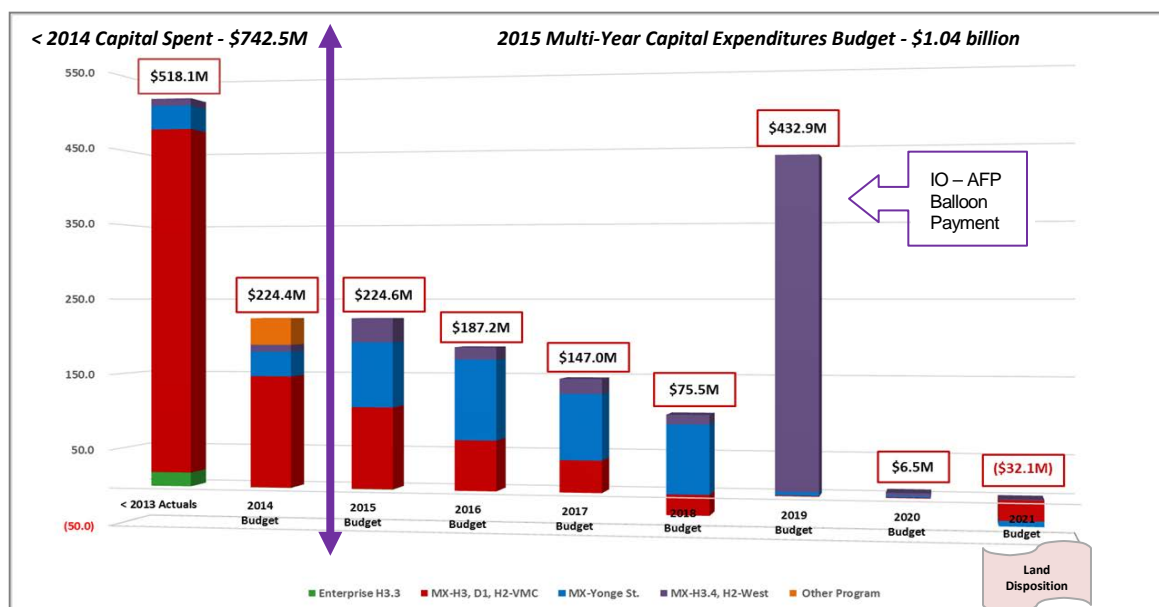
| Metrolinx Capital Program * (\$Millions) | Metrolinx Program \$\$\$ | Spend-to-Date (@ end of 2014) \$\$\$ | Remaining | |
|---|-----------------------------|--|------------------|------------|
| | | | \$\$\$ | % |
| Enterprise Dr. | 19.1 | 18.6 | 0.5 | 3% |
| Highway 7 East, Davis Drive, Highway 7 West - VMC | 770.7 | 606.0 | 164.7 | 21% |
| Yonge Street | 430.2 | 64.2 | 366.0 | 85% |
| Remaining Highway 7 West + Enterprise Dr. | 529.0 | 18.7 | 510.3 | 96% |
| Corporate & Miscellaneous Others | 35.0 | 35.0 | 0.0 | 0% |
| Total Metrolinx Capital Program | \$1,784.0 | \$742.5 | \$1,041.5 | 58% |

* See Appendix A

- Table 3 provides the timing of the capital dollars associated with the 2015 Metrolinx Multi-Year Capital Expenditures Budget – \$224.6 million budgeted in 2015

Table 3

Metrolinx Capital Program, 2015 Metrolinx Multi-Year Capital Expenditures Budget



- The 2015 Metrolinx Multi-Year Capital Expenditures Budget of \$1.04 billion is exhausted by the Year 2021 and key projects are as follows:
 - Highway 7 East – from Highway 404 to Warden Avenue (H3) – with all of the 6.0 km of rapidway in service this past December, minor works such as utility relocations and asphaltting from South Town Centre to Warden Avenue are planned to bring the rapidway to final project completion by this summer
 - Davis Drive – from Yonge Street to Highway 404 (D1) – with over 70% of the project completed last year, construction will be on-going with 2.6 km of rapidway in service by end of this December
 - Highway 7 West, Vaughan Metropolitan Centre (H2-VMC) – the rapidway is 3.6 km from east of Highway 400 to east of Bowes Road. Construction is underway and the rapidway, east side of Jane St. is projected to be available by Summer 2016 and the remaining west side of Jane St. will be timed to be in service with the opening of the Toronto-York Spadina Subway extension
 - Yonge Street, Richmond Hill Centre to Major Mackenzie Drive (Y2.1); Levendale Road to 19th Avenue / Gamble Road (Y2.2); and Mulock Drive to Davis Drive (Y3.2) – the combined rapidway is 8.9 km and projected to be in service by December 2018. Final design will be completed by Q1-2015, with utility relocations and construction to start shortly after
 - Remaining of Highway 7 West, Richmond Hill Centre to Pine Valley Drive (H2); and Enterprise Drive from Birchmount Road to just east side of Kennedy Road (H3.4) – the combined rapidway is 13.6 km and projected to be in service by December 2019. The key activity in 2015 will be the Design-Build-Finance contract award by Summer 2015

Financial Implications

The 2015 Metrolinx Multi-Year Capital Expenditures Budget of \$1.04 billion is fully funded by Metrolinx

- York Region does not “cash-flow” any of the capital expenditures for the \$1.8 billion program as Metrolinx advances the cash requirements on a quarterly basis
- Approval from Metrolinx for the 2015 Multi-Year Capital Expenditures Budget is already in place with the execution of the Master Agreement in April 2011 and as per the annual cash flow budget submission to Metrolinx in October 2014

Conclusion

- This report seeks the endorsement of the Board of Directors for the 2015 Metrolinx Multi-Year Capital Expenditures Budget for YRRTC.

For more information on this report, please contact Michael Cheong, Chief Financial Officer, York Region Rapid Transit Corporation at 905-886-6767, Ext. 71015.

Mary-Frances Turner
President

January 15, 2015

Appendix A

