

TORONTO TRANSIT COMMISSION RESPONSE TO REQUESTS FOR BUDGET CUTS

JULY 20, 2007

July 20, 2007



CONTEXT - CURRENT SITUATION

Ridership is growing

- mid 2006 plan to hire, train for growth and improve peak service
- currently overcrowded
- more service needed above 2007 budget

Plan

- end of 2007 - service to match ridership
- all consistent with Official Plan, RGS
- new - subway cars
 - streetcars
 - Transit City Plan



CITY REQUEST FOR BUDGET CUTS

2007: \$ 30 Million

2008: \$100 Million (flatline '08 budget)



RESPOND TO FUNDING SHORTFALL

- Minimize impact on customers
- Service
- below standard routes
- no service for
- growth
- peak improvement (RGS) (do not open Mt. Dennis Garage)
- cut existing services
- roll back RGS improvements
- across the board cuts
- "shrink" the system (March 2007 memo)
- Fare Increases- generate revenue
- Expenses/Cost Containment - per City Request



OPTIONS

1. ELIMINATE POOR PERFORMING ROUTES

	<u>2007</u>	<u>2008</u>
Cut 21 Routes	\$1M	\$10M

Example

26 Dupont
67 Pharmacy
120 Calvington



OPTIONS (Cont'd)

2. DO NOT ADD SERVICE IMPROVEMENTS SCHEDULED FOR IMPLEMENTATION FALL 2007

	2007	2008
Current Overcrowding Ridership Growth Strategy (100 Peak Buses)	\$2-3M	\$20M



OPTIONS (Cont'd)

3. DO NOT ADD SERVICE IMPROVEMENTS SCHEDULED FOR 2008

2008

- Further Overcrowding in 2008 \$13M
- Don't restore the Network Cut in 90's \$ 7M



OPTIONS (Cont'd)

4. Roll-Back Off-Peak Ridership Growth Plan improvement implemented over past few years

2008

\$13M



OPTIONS (Cont'd)

5. CLOSE SHEPPARD SUBWAY 2008
\$10M?

Due to complex nature - should report back on full impact of this potential closure.



OPTIONS (Cont'd)

6. DO NOT OPEN MOUNT DENNIS GARAGE

	2007	2008
New Garage completed to open this Fall to house 100 Ridership Growth Buses plus growth	\$ 2M	\$7M



OPTIONS (Cont'd)

7. FURTHER COST CONTAINMENT

- All Discretionary Travel Cancelled
- All Non-Discretionary Travel Subject To Review
- Non-Front Line Vacancies
- Further Review Of Other Cost Savings Opportunities



FARE INCREASES

8. FARE INCREASES

Earliest Implementation Dates

September 1

October 1

November 1

Approval Required

July 20

August 17*

September 14*

*Next Scheduled Commission Meeting is August 29, 2007



FARE INCREASES (Cont'd)

	10¢ Ticket/Token \$5 M/Pass	20¢ Ticket/Token \$10 M/Pass	25¢ Ticket/Token \$12.50 M/Pass
Sept. 1/07	\$ 7M	\$12M	\$15M
November 1/07	\$ 3M	\$ 6M	\$ 7M
Annualized	\$20M	\$37M	\$45M



SUMMARY

		<u>2007</u>	<u>2008</u>
1.	Poor Performing Routes	\$1M	\$10M
2.	No 2007 Service Improvement	\$1M	\$20M
3.	No 2008 Service		\$20M
4.	Roll-Back Off-Peak Improvements		\$13M
5.	Close Sheppard Subway		\$10M?
6.	Don't Open Mount Dennis Garage	\$2M	\$7M
7.	Cost Containment Measures	TBD	TBD
8.	Fare Increases		
	10¢	\$3-7M	\$20M
	20¢	\$6-12M	\$37M
	25¢	\$7-15M	\$45M

