

Q3 2024 FINANCIAL REPORT

YORK REGION RAPID TRANSIT CORPORATION

For the period ended September 30, 2024

** Unaudited - For Discussion Purposes Only **

Draft

YORK REGION RAPID TRANSIT CORPORATION

Statement of Financial Position

September 30, 2024 with comparative information for 2023

	SEP 2024	DEC 2023
Financial Assets		
Due from Regional Municipality (note 4) *	\$ 157,547	\$ 394,079
Financial Liabilities and Shareholder's Equity		
Current Liabilities:		
Due to the Regional Municipality of York	\$ 157,546	\$ 394,078
	157,546	394,078
Shareholder's Equity:		
Share capital	1	1
Accumulated surplus (note 6)	1	1
	\$ 157,547	\$ 394,079

See accompanying notes to financial statements.

* Includes Program Management Fee revenue for Q3 2024 to be recovered from the Region at year end

YORK REGION RAPID TRANSIT CORPORATION

Statement of Operations and Accumulated Surplus

Period ended September 30, 2024, with comparative information for 2023

	Annual Budget 2024	Actual Year-to-date SEP 2024	Forecast Q4 2024	FULL YEAR 2024	FULL YEAR 2023
Revenue:					
70400 Program management fee (note 7)	\$ 5,108,459	\$ 1,869,119	\$ 3,239,340	\$ 5,108,459	\$ 5,343,652
Expenses:					
York Region Rapid Transit Program Management:					
Salaries and benefits	6,424,675	4,408,025	2,016,651	6,424,675	6,082,684
External professional contracted services (note 8)	2,728,519	684,138	2,044,381	2,728,519	107,226
Regional Municipality of York professional contracted services (note 9)	601,800	307,125	294,675	601,800	327,305
Occupancy and rent	395,009	70,988	324,021	395,009	39,772
Office administration	720,027	212,199	507,827	720,027	286,581
	10,870,030	5,682,474	5,187,556	10,870,030	6,843,567
Regional Municipality of York Corporate Allocation:					
Legal	353,462	265,096	88,365	353,462	257,011
Computers hardware	199,923	149,942	49,981	199,923	666,237
Computer software	97,646	73,235	24,412	97,646	331,766
Telephone and data management	106,867	80,150	26,717	106,867	158,499
Finance charges	26,568	19,926	6,642	26,568	21,079
Human resources	65,259	48,945	16,315	65,259	56,901
Supplies Services	43,879	32,909	10,970	43,879	40,975
	893,605	670,204	223,402	893,605	1,532,467
Operating Recoveries:					
Recoveries from the Metrolinx BRT Capital Projects		(144,526)		(144,526)	(293,098)
Recoveries from the Metrolinx YNSE Projects	(6,655,176)			-	(689,910)
Recoveries from the Regional Capital Projects		(3,452,879)	(3,057,771)	(6,510,650)	(2,049,373)
	(6,655,176)	(3,597,405)	(3,057,771)	(6,655,176)	(3,032,382)
Total Expenses	5,108,459	2,755,273	2,353,186	5,108,459	5,343,652
Annual surplus	-	(886,154)	886,154	-	-
Accumulated surplus, beginning of year	-	1		1	1
Accumulated surplus, end of year	\$ -	\$ (886,153)	\$ 886,154	\$ 1	\$ 1

See accompanying notes to financial statements.

YORK REGION RAPID TRANSIT CORPORATION

Statement of Cash Flows

Period ended September 30, 2024, with comparative information for 2023

	SEP 2024	DEC 2023
Operating activities		
Annual surplus		\$ -
Change in non-cash assets and liabilities:		
Due from Regional Municipality of York	236,532	2,489
Due to others	(236,532)	(2,489)
Cash, end of year	(1)	-

See accompanying notes to financial statements.

THE YORK REGION RAPID TRANSIT CORPORATION

Notes to Financial Statements

Period ended September 30, 2024

The York Region Rapid Transit Corporation ("Organization") was incorporated on July 2, 2003 under the Ontario Business Corporations Act.

The Organization is responsible for the planning, design and construction of the Region's rapid transit network and related infrastructure.

The Organization is exempt from income taxes if certain requirements of the Income Tax Act (Canada) are met.

1. Significant accounting policies:

(a) Basis of presentation:

These financial statements have been prepared in accordance with generally accepted accounting principles established by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada.

(b) Accrual basis of accounting:

The financial statements are prepared using accrual basis of accounting. Revenue is recognized as earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of a legal obligation to pay.

(c) Revenue recognition:

The program management fee is recognized as revenue in the year in which related expenses are recognized.

(d) Budget figures:

Budget figures presented in the financial statements are based on the 2024 budget approved by Council on December 21, 2023.

(e) Related party:

A related party exists when one party has the ability to exercise control or shared control over the other. Related parties include key management personnel, their close family members and the entities they control or have shared control over. Related party transactions are disclosed if they occurred at a value different from that which would have been arrived at if parties were unrelated and the transaction has material effect on the financial statements.

(f) Expense allocations and operating recoveries:

The Organization classifies expenses on the statement of operations and accumulated surplus. Expenses are allocated to the Organization based on corporate allocation from the Regional Municipality of York. Operating recoveries represent salaries and benefits and general administrative costs related to the capital projects managed by the Organization.

(g) Use of estimates:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Estimates are based on the best information available to management at the time of preparation of the financial statements and are reviewed annually to reflect new information as it becomes available. Measurement uncertainty exists in these financial statements. Actual results could differ from these estimates.

(h) Operating recoveries:

Staff and related cost are charged to operating expenses and then allocated to respective capital projects including Bus Rapid Transit, Yonge north subway extension projects. These recoveries from the capital projects are shown under the operating recoveries.

2. Future accounting pronouncements

While the timing of standard adoption can vary, certain standards must be adopted concurrently. The requirements in PS 1201 - Financial Statement Presentation, PS 3450 - Financial Instruments, PS 2601 - Foreign Currency Translation, and PS 3041 - Portfolio Investments, must be implemented at the same time. The Region has not adopted any new accounting standards for the year ended on December 31, 2024.

3. Statement of change in net debt:

A statement of change in net debt has not been presented, as the amount of net debt remains unchanged year over year and any other information which would be contained within the statement is readily available elsewhere in these financial statements.

4. Due from the Regional Municipality of York:

Amounts due from the Regional Municipality of York are non-interest bearing and have no specific terms of repayment.

5. Due to Regional Municipality of York:

Due to Regional Municipality of York is primarily comprised of payroll related liabilities at the end of the year. They are non-interest bearing and are normally settled on 30-day terms; therefore, their carrying amount approximates the fair value.

6. Accumulated surplus:

The accumulated surplus as September 30 comprises:

	SEP 2024	DEC 2023
Share capital	\$1	\$1

7. Program management fees:

In 2017, the Organization and the Regional Municipality of York entered into a Memorandum of Understanding, an agreement between The Regional Municipality of York (the "Region") and the York Region Rapid Transit Corporation ("YRRTC"), by which the Region will transfer funding through project management fees to YRRTC for rapid transit project management and related building activities.

8. External professional contracted services:

Expenses on professional contracted services include external legal counsel, external communications, public relations, consulting services and audit services.

9. Related party transactions - Regional Municipality of York professional contracted services:

For efficiency purposes, York Region Departments provided contracted services to the Organization per Dedicated Charges Agreements between the Regional Municipality of York and the Organization. These charges were fully recovered against capital projects.

	Budget	SEP 2024	DEC 2023
Regional Municipality of York professional contracted services:			
Legal services	601,800	307,125	327,305
	\$ 601,800	\$ 307,125	\$ 327,305