Bill No. 30 2017 By-law No. A.-\_\_\_\_

A by-law to approve an agreement with the London Transit Commission for free bus transportation for individuals 5 years of age to and including 12 years of age, and to authorize a grant to the London Transit Commission, and to authorize the Mayor and City Clerk to execute the agreement

WHEREAS By-law No. A.-6377-206, being A By-law to continue the London Transit Commission, Section 2 provides that the London Transit Commission is a body corporate;

AND WHEREAS By-law No. A.-6377-206, being A By-law to continue the London Transit Commission, Section 7 provides that the London Transit Commission possesses and may exercise all the powers, rights, authorities and privileges with respect to the operation, extension, alteration, repair, control and management of the local transportation system of the City of London;

AND WHEREAS By-law No. A.-6377-206, being A By-law to continue the London Transit Commission, Section 7(a) provides that such powers, rights, authorities and privileges include "to manage, operate, establish, equip, alter, extend and maintain a bus system over the streets and public places of the City of London..", and in subsection 7(f) "to enter into agreements with the Corporation for all or any of the following: ...the performance of services by the Commission to the Corporation";

AND WHEREAS By-law No. A.-6377-206, being A By-law to continue the London Transit Commission, Section Subsection 13 provides that, "with the intent that the transportation system shall be self-sustaining and shall not operate with a deficit, the Commission shall so regulate and fix all tolls and fares for the carriage of passengers that a revenue shall be produced which, together with the application of an appropriate part of any annual approved operating subsidy from the City of London, other operating revenues and funding from reserves and/or senior levels of government shall be in each year sufficient to provide the cost of operating the transportation system....";

AND WHEREAS By-law No. A.-6377-206, being A By-law to continue the London Transit Commission, Section 14 provides that the Council may by by-law enter into an arrangement with the London Transit Commission to provide, either at all times, or within specified times, free transportation or transportation at reduced fares, to any class of residents of the City of London and to provide in such by-law or by-laws for the making of grants to the Commission to cover the cost of providing such transportation;

AND WHEREAS Municipal Council resolved at its Meeting of December 6, 2016 that free public transit ridership, for all children aged 12 and under (Case #21), BE APPROVED in the amount of \$150,000, with the source of financing to be a permanent budget transfer, in 2017, from Corporate Revenues and Expenses;

AND WHEREAS Section 107 of the *Municipal Act, 2001*, S.O. 2001, c. 25 provides that a municipality may make grants, on such terms as to security and otherwise as the council considers appropriate, to any person, group or body, including a fund, within or outside the boundaries of the municipality for any purpose that council considers to be in the interests of the municipality;

AND WHEREAS council considers it to be in the interests of the municipality to provide a grant to London Transit Commission to cover the cost of providing free transportation to individuals 5 years of age to and including 12 years of age;

NOW THEREFORE the Municipal Council of The Corporation of the City of London enacts as follows:

1. The agreement <u>attached</u> as Schedule "A" between The Corporation of the City of London and the London Transit Commission, with respect to free bus transportation for individuals 5 years of age to and including 12 years of age, commencing January 1, 2017 and the provision of a grant by the City to the London Transit Commission for such purpose, is hereby approved

and authorized.

- 2. The Mayor and City Clerk are authorized and directed to execute the agreement approved in paragraph 1 above on behalf of The Corporation of the City of London.
- 3. This by-law shall come into force and effect on the day it is passed.

PASSED in Open Council on December 19, 2016.

Matt Brown Mayor

Catharine Saunders City Clerk

## "SCHEDULE A"

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AGREEMENT (Free Bus Transportation for Individuals 5 years of age to and including 12 years of age)

THIS AGREEMENT made with effect as of January 1, 2017

BETWEEN:

LONDON TRANSIT COMMISSION

(the "Commission")

OF THE FIRST PART

- AND -

THE CORPORATION OF THE CITY OF LONDON

(the "City")

OF THE SECOND PART

**WHEREAS** the City has the capacity, rights, powers and privileges of a natural person for the purposes of exercising its authority pursuant to the provisions of section 9 of the *Municipal Act, 2001*, S.O. 2001, c.25, as amended;

**AND WHEREAS** section 107 of the *Municipal Act, 2001* provides that a municipality may make grants, on such terms as to security and otherwise as the council considers appropriate, to any person, group or body, including a fund, within or outside the boundaries of the municipality for any purpose that council considers to be in the interests of the municipality;

**AND WHEREAS** the Commission is a body corporate and a local board continued under By-law No. A.-6377-206;

**AND WHEREAS** pursuant to the provisions of Section 14 of By-law No. A.-6377-206, the parties desire to enter into an agreement for the Commission to provide free transportation to children 5 years of age to and including 12 years of age and for the City to provide grants to the Commission to cover the costs of providing such transportation.

**NOW THEREFORE** IN CONSIDERATION of the premises and the covenants and agreements hereinafter contained, the parties agree as follows:

- Individuals 5 years of age to and including 12 years of age shall be entitled to free public transportation on buses operated by the Commission in the City of London.
- 2. Bus operators will use reasonable discretion when determining eligibility for such free public transportation set out in paragraph 1.
- 3. The Commission will provide an invoice to the City based on the actual ridership of those individuals set out in paragraph 1 above multiplied by \$1.15 per ride subject to any fare increases as determined by the Commission. In the event actual ridership is not known, the invoice amount shall be calculated as set out in the preceding sentence but based on 2015 ridership of those individuals set out in paragraph 1, plus an additional 10% of such

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2015 ridership.

- 4. The City will pay by way of grant to the Commission on the 15<sup>th</sup> day of every month the amount for free transportation rides in the preceding month as determined in paragraph 3. Such grant represents the cost to the Commission of providing free transportation as set out herein.
- 5. The City may terminate this agreement at any time on providing 60 days' advance notice to the Commission.

IN WITNESS WHEREOF the Parties have duly executed this Agreement.

## SIGNED, SEALED, AND DELIVERED

## **LONDON TRANSIT COMMISSION**

Per:	
Print Name:	
General Manager*	
*I have authority to bind the Commission.	
Per:	
Print Name:	
Secretary-Treasurer*	
*I have authority to bind the Commission.	
THE CORPORATION OF THE CITY OF LONDO	N
Per:	
Matt Brown, Mayor	
Per:	
Catharine Saunders, City Clerk	