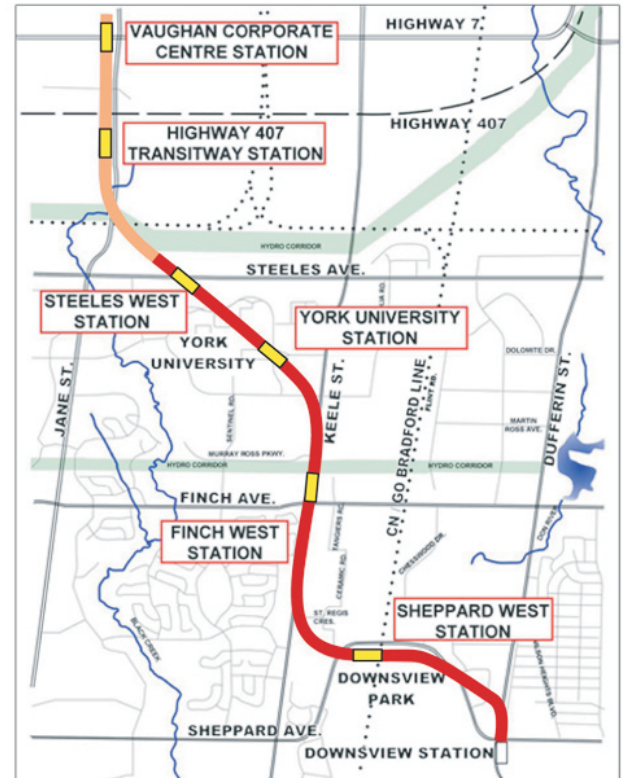


# HIGHWAY 7 CORRIDOR AND VAUGHAN NORTH-SOUTH LINK Transit Improvements Environmental Assessment (EA) Subway Alignment Selection Report

## Provincial Funding Announcement

As part of the 2006 Ontario Budget, introduced on March 23, the Minister of Finance announced that the Province will cost-share an extension of University-Spadina subway line to York University and from there into York Region, terminating at the Vaughan Corporate Centre.

The total cost of the project was estimated to be approximately \$2 billion, of which \$670 million would be funded by the Province. The provincial contribution to the project will hinge on a tri-government funding agreement being reached between the municipal, provincial, and federal levels of government in which each would assume an equal share of the project's capital cost.



## Conditions:

1. The City of Toronto and the Region of York must agree by **September 30, 2006** on the percentage of Project capital costs to be allocated to each party. (Note: On September 21 York Region Council approved the tentative deal the two municipalities reached Sept. 15. The agreement will see Toronto pay 59.96 percent of the cost while York Region pays 40.04 per cent. On September 27, 2006 the Toronto council approved this same agreement..).
2. The first construction contract for the project must be entered into by the earlier of, (i) **365 days from receipt of final provincial environmental assessment approval**, or (ii) **April 1, 2008**, or the trust assets will revert to the eligible municipalities.
3. The Trust has a life span of 10 years and will dissolve on **March 24, 2016**.

