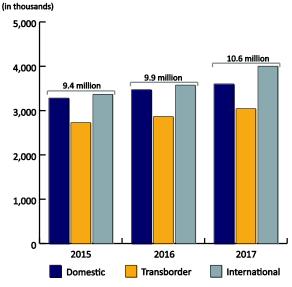
CONSULTATIVE COMMITTEE UPDATE

MAY 2017

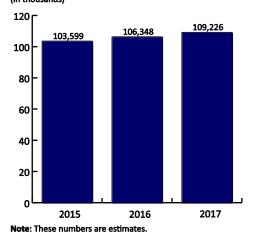
Passenger Traffic at Toronto Pearson (January–March, 2015–2017)



Note: These numbers are estimates.

Runway Movements at Toronto Pearson (January–March, 2015–2017)

(in thousands)



Canada's busiest runway being rehabilitated

Like all major infrastructure, our runways need regular maintenance to ensure they remain safe for the millions of passengers who use them every year. Rehabilitation work on Runway 05-23 has begun, with this phase of the project expected to be completed May 16, 2017, before the busy summer travel season. The \$30 million project includes removal of the existing paved surface, subsurface repair, and re-paving. This work is restorative, and not an expansion project.

Runway 05-23 is Canada's busiest and Toronto Pearson's most important runway to ensure adequate capacity and service delivery. The runway was constructed in 1962, extended in 1999, and last worked on in 2005. The pavement on the runway is at the end of its life and needs rehabilitation, including laying down a new surface underpinned by a series of rebar dowels.

"This is one of the largest infrastructure projects to be done here... in the past decade," said Lars Olsson, manager of aviation programs, compliance, and coordination, "both in physical size and in scope.

"The concept is to... shave it, pave it, and bring it back into service all in a very short time." Construction crews are working around the clock to complete the work.

With the runway closed for rehabilitation and with the unusually wet and windy weather affecting operations, Nav Canada has been directing aircraft to use alternate flight paths, such as the north-south runways. Communities to the north and south of the airport will continue to experience more aircraft noise due to increased use of runways 15-33. There will also be some increased operations affecting communities located east and west of the airport due to increased use of runways 06-24. The concluding phase of this project will resume in October 2017. Check for construction updates on our <u>Noise Office Advisory page</u>.

2016 was a record year at Toronto Pearson

Last year, Toronto Pearson made Canadian history as it became the first airport in the country to serve 44 million passengers in a single year. The airport experienced the largest increase in annual passengers, and also the largest percentage growth of passengers in both the domestic and international sectors in the last decade. Following our Annual Public Meeting on May 4, we released our <u>2016 Annual Report: Pearson Connects</u>.

This type of growth stands to unlock many benefits for the communities surrounding the airport, the region, and the country. The GTAA is actively working to ensure that this growth continues in a sustainable way that has real, tangible benefits for all.

Passenger activity at Toronto Pearson increased 8 per cent, while GTAA net income increased 29.7 per cent in 2016, compared to the previous year.

"Toronto Pearson's total passenger traffic for 2016 increased well ahead of worldwide trends," said Howard Eng, GTAA President and CEO. "This strong performance is indicative not only of the airport's increasingly vital role as a connector of people and goods, but also of the vibrancy of the region in which we operate."

Currently, the airport facilitates 300,000 jobs and connects Canadians and their businesses to 67 per cent of world's economy. With continuing yearover-year growth in passenger numbers, more jobs will be created, meaning greater employment opportunities will be available for those who live in the region. The GTAA is also working to bring greater transit connectivity to the region, an asset that will mean fewer cars on the roads and more options for transportation between the cities surrounding the airport. During the first three months of 2017, Toronto Pearson experienced the largest ever first-quarter increase in the number of total passengers and international passengers using the airport. During that time, 10.6 million passengers travelled through Toronto Pearson, 7.4 per cent growth over the same period last year. International passenger activity increased by 9.6 per cent, and domestic passenger activity increased by 3.5 per cent over the same period last year.

As a result, net income increased substantially to \$7.7 million during the first quarter of 2017, representing a 93.1 per cent gain compared to the same period last year.

"Toronto Pearson's strong performance in the first quarter of this year, particularly with regard to our significant increases in total and international passengers, is testament to our growing status as a vital connector of people and businesses," said Howard Eng, GTAA President and CEO. "Even as we recognize these achievements, it is important to note that there is a lot more work to be done to realize the benefits of the strong passenger growth and to ensure that Canada continues to grow its global connections.

"The GTAA has planted the seeds for future sustainable growth—both for the airport and for the communities it serves, Our vision for a regional transit centre, supported by our provincial government and our local mayors, will reduce congestion on our roads, and take the airport to the next level in terms of passenger numbers, bringing even greater economic benefits to Southern Ontario."

The GTAA's first quarter financial results are discussed in more detail in the GTAA's <u>Financial</u> <u>Statements and Management's Discussion and</u> <u>Analysis</u>.

Air Services

In June, **Air Canada** launches new service to Berlin and Reykjavik; and in July, to Mumbai. During the summer, Air Canada will increase service to Delhi from four-times weekly to daily.

During the summer season, **Rouge** will increase service to Budapest from twice weekly to five-times weekly.

In June, Toronto Pearson welcomes its newest air carrier **TAP Portugal**, offering five-times weekly service to Lisbon. Also, **Interjet**, the Mexican airline ABC Aerolineas S.A. de C.V., launches daily service to Mexico City.

Community Noise Impacts Report

As Toronto Pearson continues to grow to support our economy, the GTAA remains sensitive to the issue of aircraft noise and how it affects local communities. Since assuming responsibility for the airport in 1996, the GTAA has worked to balance safety and airport operations with the interests of area residents, while coordinating with the aviation community to manage and mitigate aircraft noise.

The following map shows complaints received from neighbouring communities for the first quarter of 2017—a total of 14,139 complaints from 308 callers.

