



2009 Operating Budget

Presentation to
Finance & Administration Committee
February 5, 2009
Lloyd Russell & Kelly Strueby

Agenda

2009 Operating Budget Update

- Outcome of Standing Committee Reviews
- Summary of 2009 Revised Budget
- Hospital Capital Funding
- FTEs
- 2010-2012 Forecast
- Next Steps

Standing Committee Reviews

Budgets recommended as submitted by all Standing Committees, except for:

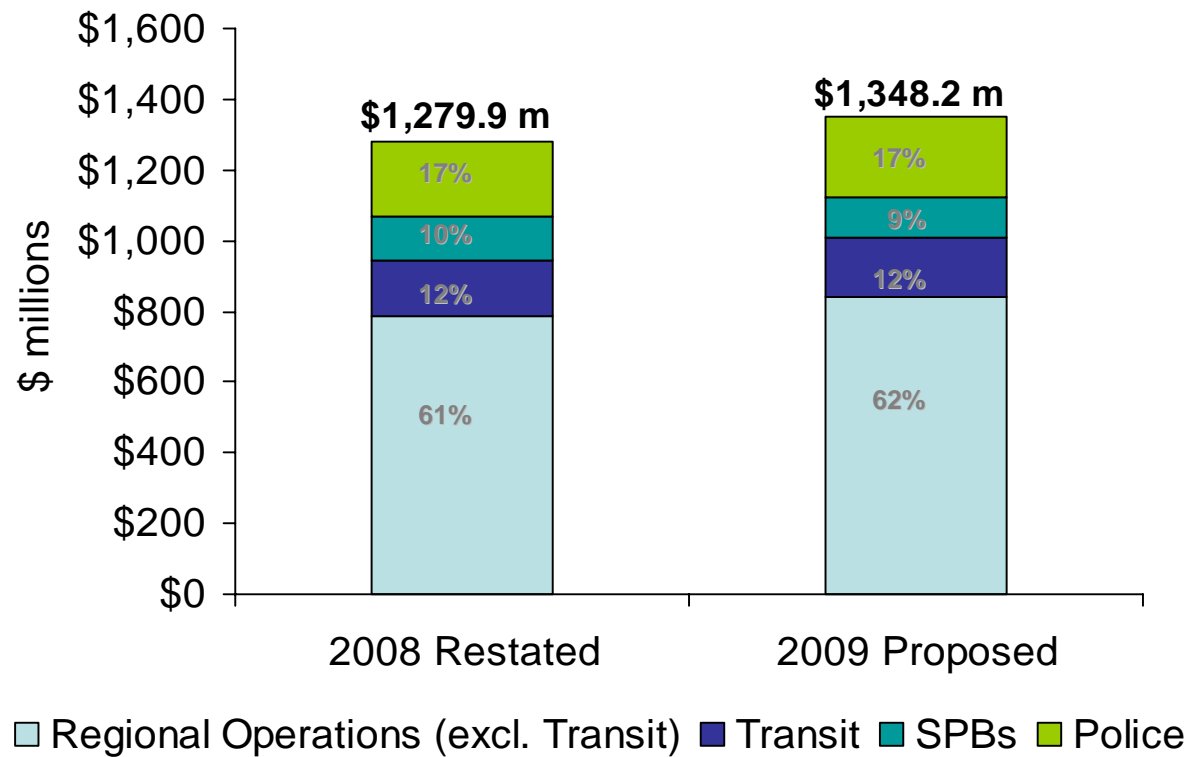
- Finance & Administration:
 - Recommended reducing contribution to capital asset replacement by \$3.7M and allocate \$12M to Hospitals *(later amended by Council to \$4.7M instead of \$3.7M)*
 - MPAC reduced by \$217,000
- Health & EMS: Commissioner to report back on options for allocation of additional EMS funding
 - Revenue increase of \$0.9M has been included in the proposed budget

Impact of Standing Committee Adjustments

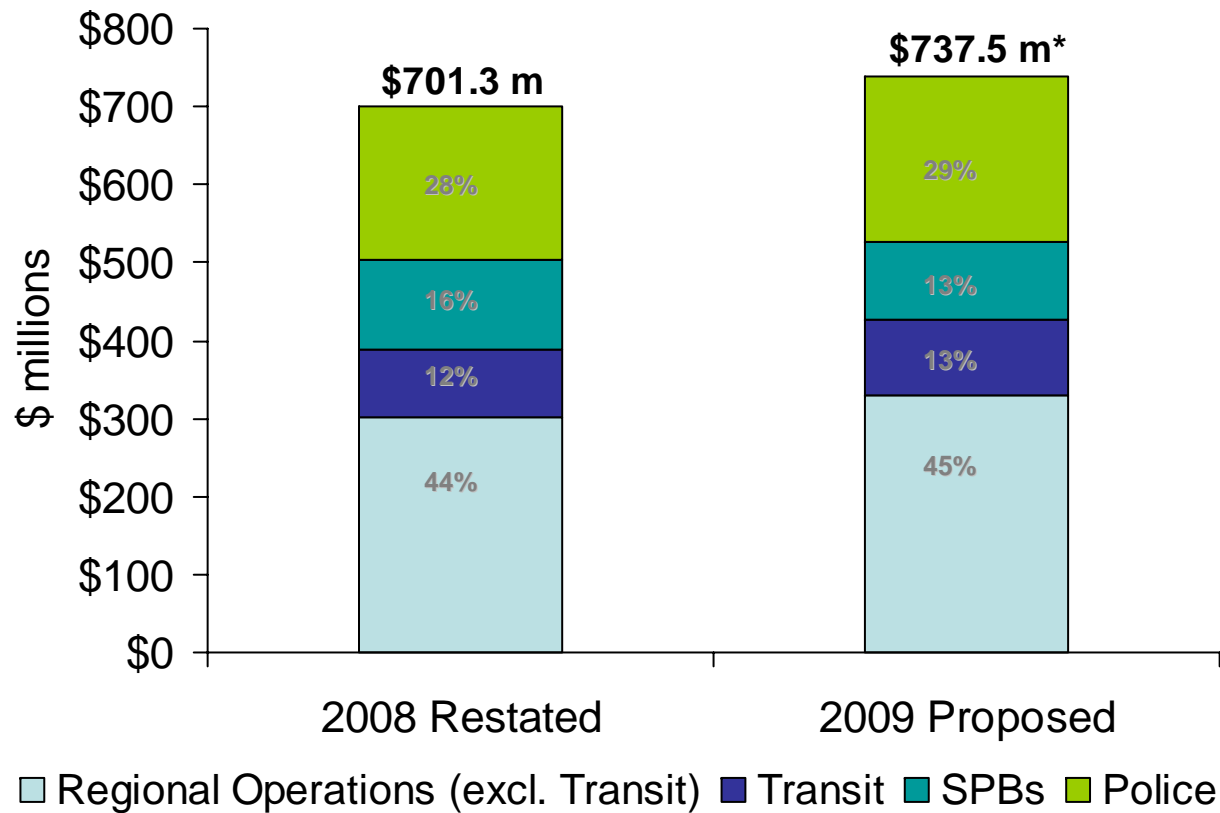
	Tax Levy (000s)	% Increase*
Net Expenditures - Dec. 18/08	\$738,592	2.5%
Less Adjustments:		
MPAC	(217)	
EMS Revenue	(920)	
Net Expenditures – Feb./ 5/09	\$737,455	2.3%

*after assessment growth of \$19.6 million

Gross Operating Budget 2008 & 2009



Net Operating Budget 2008 & 2009

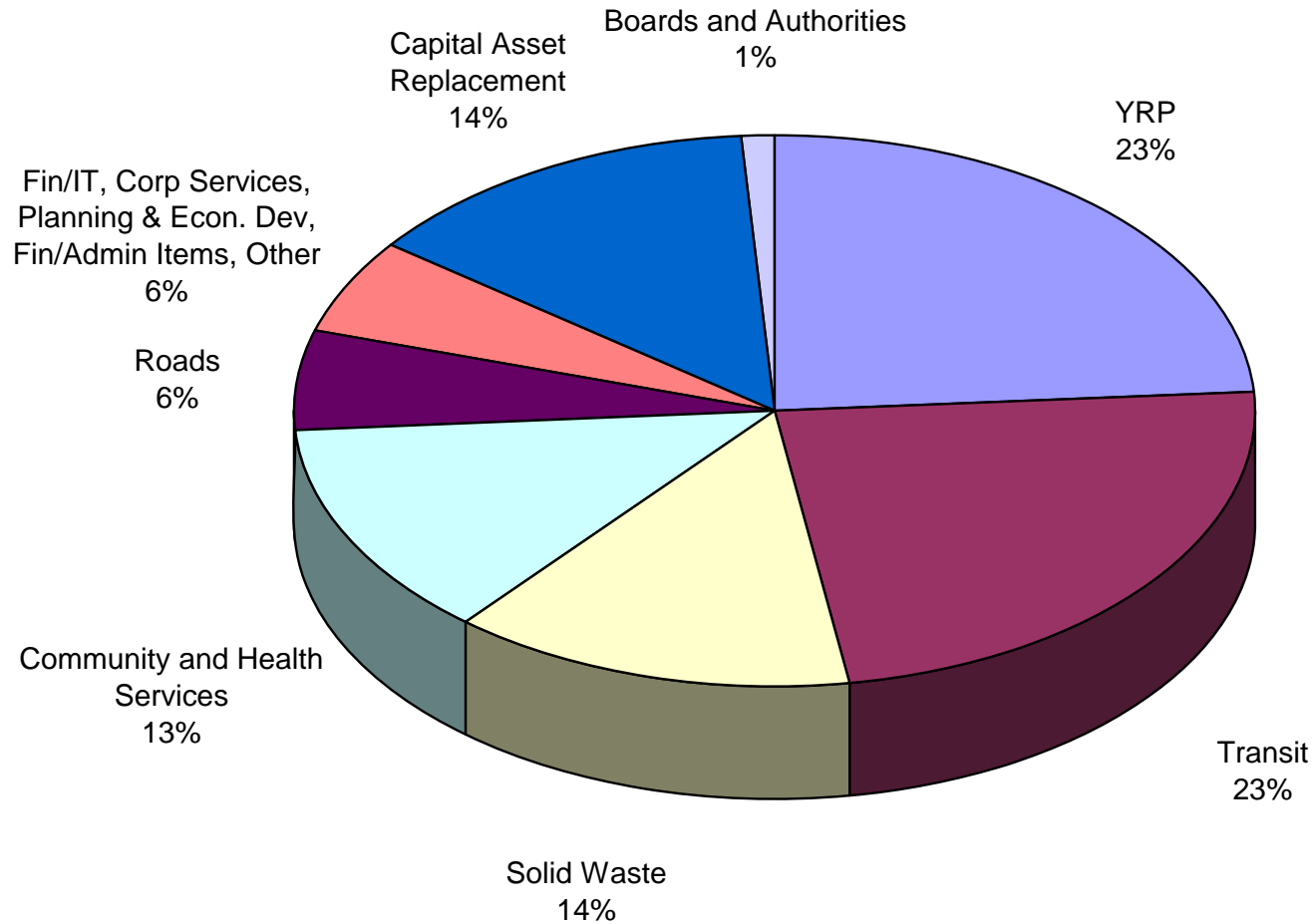


* Before assessment growth

Proposed Net Tax Levy Increase – 2.3%

	<u>\$ Million</u>	<u>% Tax Inc.</u>
Enhancements	\$ 7.2	1.0%
Growth	\$ 7.8	1.1%
Annualization	\$ 16.0	2.3%
Mandatory/Legislative	\$ (2.4)	(0.3)%
Efficiencies	\$ (6.2)	(0.9)%
Base	\$ 27.0	3.8%
<hr/>		
Net Operating Budget	\$ 49.4	7.0%
Assessment Growth	\$ (19.6)	(2.8)%
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Tax Levy	\$ 29.8	4.2%
GTA Pooling	\$ (13.3)	(1.9)%
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Net Tax Levy	\$ 16.5	2.3%

Share of Net Operating Increases by Department

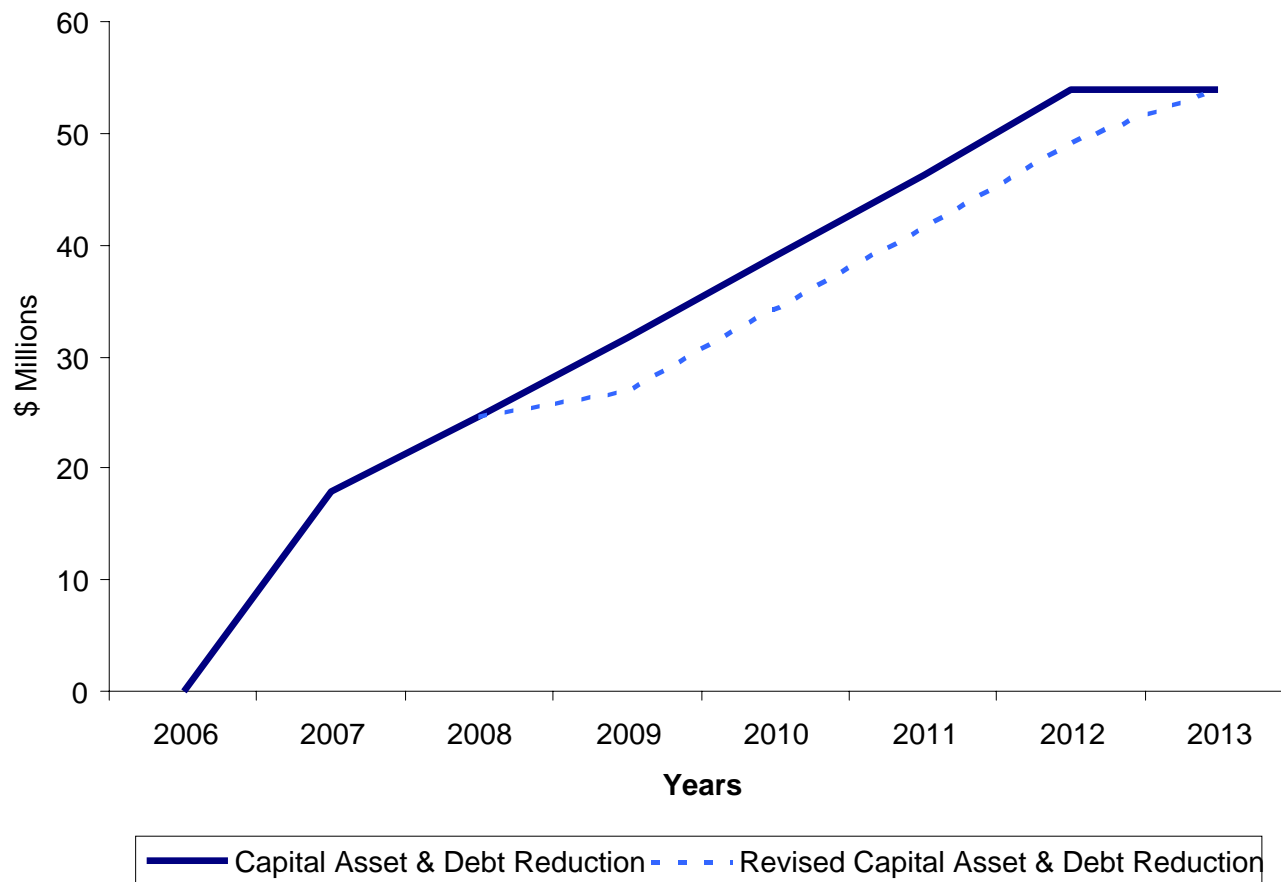


* Excludes GTA pooling, ODSP, assessment growth

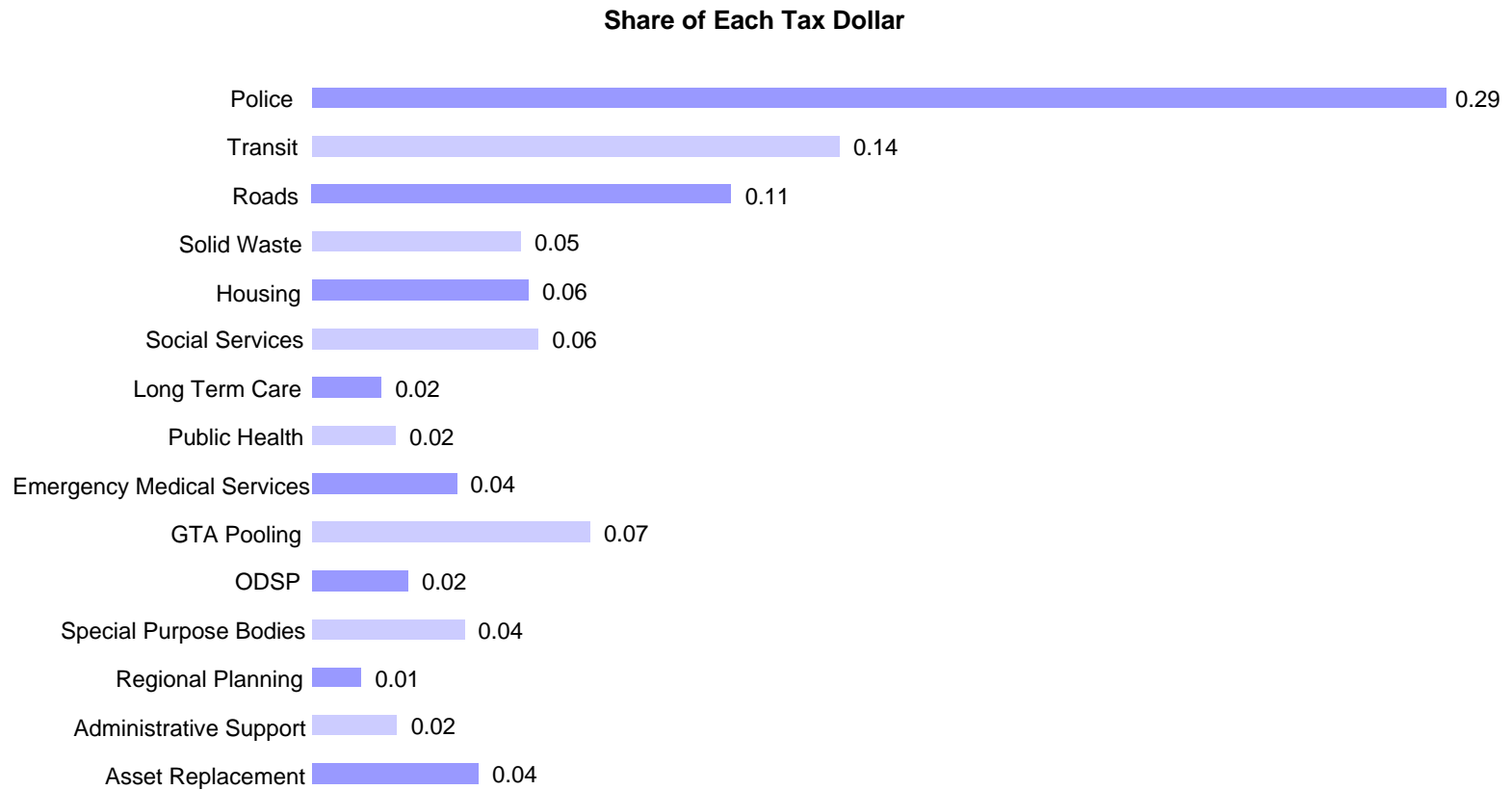
Hospital Funding

- Council Workshop held on Jan. 29/09
- Jan F&A recommendation to allocate \$12M to hospital capital funding in 2009
 - Increase hospital capital funding by \$4.7M
 - Decrease capital asset replacement contribution by up to \$4.7M

Capital Asset Replacement & Debt Reduction Contributions – 2007-2013

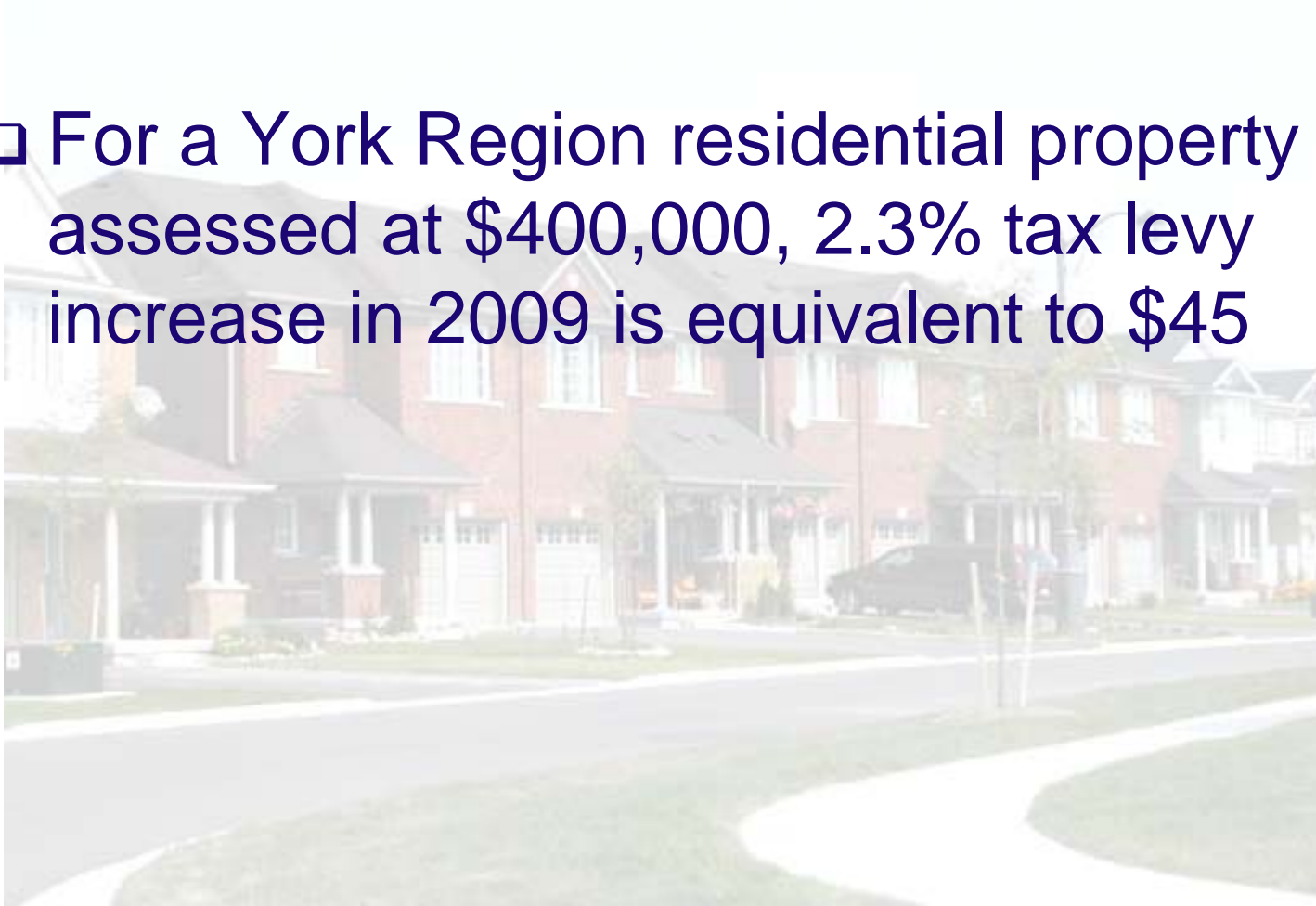


Share of 2009 Tax Dollar



Impact on the Homeowner

- For a York Region residential property assessed at \$400,000, 2.3% tax levy increase in 2009 is equivalent to \$45



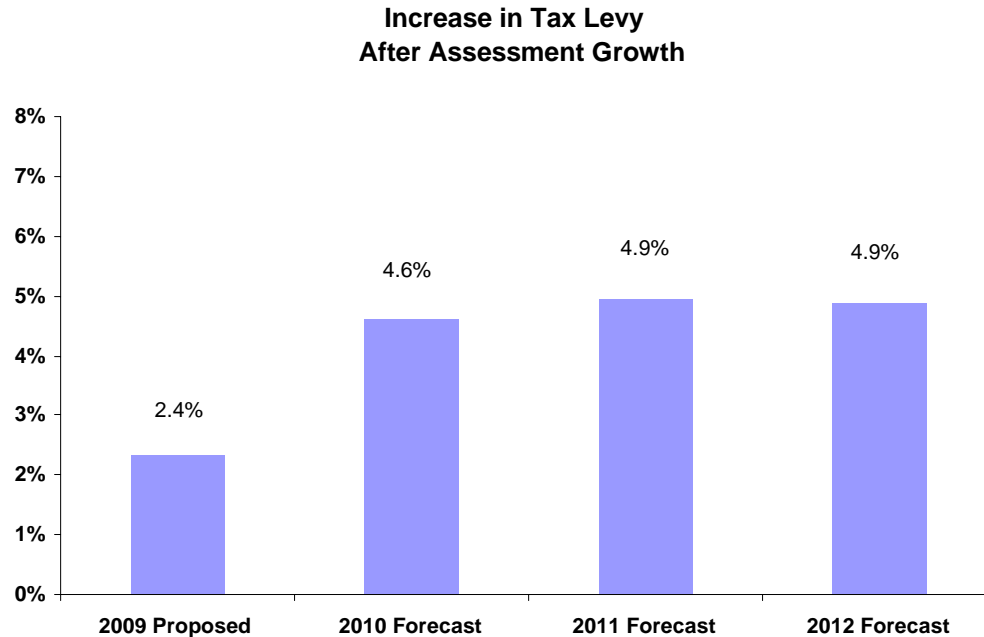
2009 FTEs by Funding Source

	Funding Sources of New FTEs		
	Tax Levy	Other	Total FTEs
Fully Funded by other sources		49.4	49.4
Partially Funded by other sources	3.2	9.3	12.5
Fully Tax Levy Funded	45.8		45.8
Total new Regional FTEs	49.0	58.7	107.7
York Regional Police	52.0		52.0
Total new FTEs	101.0	58.7	159.7

Issues to be Monitored

- ❑ Fuel price
- ❑ Social Assistance Caseload
- ❑ Solid Waste Revenues from Recyclables

2010 – 2012 Preliminary Forecast



- ❑ Anticipated base pressures of 2.0-2.5% per year in 2010-2012
- ❑ Annualization pressures of over 4% per year (mainly debt repayment, YRP staffing, capital asset replacement)
- ❑ Reductions for pooling, ODSP, assessment growth included

2009 Proposed Operating Budget - Summary

1. 2009 Gross operating expenditures of \$1,348.2M
2. 2009 Net operating expenditures of \$737.5M
3. Assessment Growth of \$19.6M or 2.8%
4. Proposed Net Tax Levy increase: 2.3%
5. Options for allocation of additional Provincial funding to be considered by Health & EMS committee Feb. 5, 2009

Recommendations

1. F&A give consideration to the hospital capital funding recommendation
 - Confirm amount to be carried in 2009 budget
2. 2009 Operating Budget be recommended to February 19th Council for adoption together with recommendation on additional paramedics from Health & EMS Committee

Discussion

