

Analyst Briefing Notes

Administration Committee

January 5, 2005

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January 5, 2006

PART I: 2006 Operating Budget Overview (Consolidated)

Table 1: 2006 Proposed Budget (Consolidated)

	2005		2006 Proposed Operating Budget			Change 2006 Proposed from 2005 Budget		FY Incremental Outlook	
	2005 Approved Budget	2005 Proj Act.	2006 Proposed Base	2006 New Council Priorities	2006 Proposed Op. Bud.	\$	%	2007	2008
(In \$000s)	\$	\$	\$	\$	\$			\$	\$
GROSS EXP.	44,157.3	44,157.3	44,107.0	246.9	44,353.9	196.6	0.4	0.0	0.0
REVENUE	5,295.2	5,295.2	4,995.2	177.8	5,173.0	(122.2)	(2.3)	0.0	0.0
NET EXP.	38,862.1	38,862.1	39,111.8	69.1	39,180.9	318.8	0.8	0.0	0.0
Approved Positions	0.0	0.0	0.0	0.0	0.0	0.0	NA	0.0	0.0
TARGET			TBD						
\$ Over / (Under) Program Target			TBD						
% Over / (Under) Program Target			TBD						

Executive Summary

- The 2005 Projected year-end net expenditures of \$38.862 million net is projected to be fully spent by year-end.
- The 2006 Proposed Budget for the Community Partnership and Investment Program of \$44.354 million gross, \$39.181 million net is comprised of \$39.112 million net for Base funding and \$0.069 million net for New Council Priorities. The Proposed Budget is a \$0.319 million or 0.8% increase from the 2005 Approved Budget. The Base Budget increase is primarily due to annualizations in the Community Services Grant Program and staffing increases for Toronto Arts Council Operations Program approved during 2005. The 2006 Proposed New Priority funding is for Toronto Arts Council compensation adjustments as recommended in the 2005 program review and realignments of funding for the Homelessness Initiative Fund.
- As in previous years, no target has been established for the Community Partnership and Investment Program. A Briefing Note, entitled “2006 Community Partnership and Investment Program Budget Request,” has been completed detailing the implications of increasing the CPIP Base by 2 to 2.5%.

PART II: Administration Committee

Section A: Community Partnership and Investment Program Envelopes

The Community Partnership and Investment Program includes one grant service envelope, under the purview of the Administration Committee:

- Access & Equity

**2006 Proposed Budget
Administration Committee**

	2005		2006 Proposed Operating Budget			Change 2006 Proposed from 2005 Budget		FY Incremental Outlook	
	2005 Approved Budget	2005 Proj Act.	2006 Proposed Base	2006 New Council Priorities	2006 Proposed Op. Bud.	\$	%	2007	2008
(In \$000s)	\$	\$	\$	\$	\$			\$	\$
Access and Equity	773.8	773.8	773.8		773.8				
GROSS EXP.	773.8	773.8	773.8	0.0	773.8	0.0	0.0	0.0	0.0
Access and Equity									
REVENUE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Access and Equity	773.8	773.8	773.8		773.8				
NET EXP.	773.8	773.8	773.8	0.0	773.8	0.0	0.0	0.0	0.0
Approved Positions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TARGET			TBD						
\$ Over / (Under) Program Target			TBD						
% Over / (Under) Program Target			TBD						

Executive Summary

- The 2005 Projected Net Expenditures are projected to be at the budget of \$0.774 million by year-end.
- The 2006 Proposed Net Budget is flat-lined over the 2005 Approved Budget. No new requests were submitted for review.
- Approval of the 2006 Proposed Budget results in no incremental changes for 2007.

Recommendations

It is recommended that:

- (1) The 2006 Proposed Operating Budget of \$0.774 million gross and net, for the Community Partnership and Investment Program, Access and Equity Service Envelope, comprised of the following service, be approved:

Grant Program	Gross (\$000's)	Net (\$000's)
<u>Access and Equity</u>		
Access, Equity and Human Rights	<u>773.8</u>	<u>773.8</u>

Section B: Proposed Operating Budget Overview**Access & Equity Envelope**

Only one grant program is included in the Access & Equity Envelope; the Access, Equity and Human Rights Grants.

Access, Equity and Human Rights Grant Program

Established in 1981, the Access and Equity Grant program goals are to achieve a positive race relation climate, to promote respect and value for Toronto's multi-cultural and multi-racial character, and to maintain a community infrastructure that addresses racism and ethno-racial inequity. The program was expanded in 2004 to address human rights issues relating to women and gender, literacy, disability, sexual orientation and Aboriginal Affairs. The Program supports community projects that provide public education and awareness, outreach, and community development and capacity building aimed at improving access to services and civic participation, advocacy and elimination of hate activity.

Grant Service Envelope: Access and Equity**2006 Proposed Budget**

	2005		2006 Proposed Operating Budget			Change 2006 Proposed from 2005 Budget		FY Incremental Outlook	
	2005 Approved Budget	2005 Proj Act.	2006 Proposed Base	2006 New Council Priorities	2006 Proposed Op. Bud.	\$	%	2007	2008
(In \$000s)	\$	\$	\$	\$	\$			\$	\$
Access, Equity and Human Rights	773.8	773.8	773.8		773.8				
GROSS EXP.	773.8	773.8	773.8	0.0	773.8	0.0	0.0	0.0	0.0
Access, Equity and Human Rights									
REVENUE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Access, Equity and Human Rights	773.8	773.8	773.8		773.8				
NET EXP.	773.8	773.8	773.8	0.0	773.8	0.0	0.0	0.0	0.0
Approved Positions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TARGET			TBD						
\$ Over / (Under) Program Target			TBD						
% Over / (Under) Program Target			TBD						

- The 2005 Projected Net Expenditures are projected to be at the budget of \$0.774 million by year-end.
- The 2006 Proposed Net Budget is flat-lined over the 2005 Approved Budget. No new requests were submitted for review.
- Approval of the 2006 Proposed Budget results in no incremental changes for 2007.

Section C: 2006 Base Budget Issues**Key Issues / Recommendations**

None.

Issues Referred to 2006 Operating Budget Process**Implication of Base Budget Increase of 2% – 2.5%**

On November 1, 2005, the Budget Advisory Committee requested a Briefing Note on how a 2% – 2.5% increase to the Base Budget for CPIP, to provide consistency with corporate guidelines for operating budgets, would be applied to the Program. Taking into consideration the 0.6% increase in Proposed Base Adjustments, this would equate to an additional \$0.528 - \$0.722 million to the Proposed Base Budget for the Consolidated Grants Program.

As requested, a Briefing Note entitled, “2006 Community Partnership and Investment Program Budget Request,” has been prepared to discuss the funding distribution options, as well as to discuss past increases and to provide explanation of the difference between Partnership and Investment Programs.

Two options have been provided for distribution:

1. A COLA-style increase to CPIP, addressing the increased costs to operate and administer programs in the community by maintaining their “purchasing power. This type of increase would be applied to each service envelope based on Council-approved priorities”; or
2. Increase to the overall CPIP budget applied only to Partnership Program which provide on-going “core” funding consistent with Council approved priorities. Currently there are eight Partnership Programs that would receive funding under this option.

2006 Target

As in previous years, no target has been established for the Community Partnership and Investment Program. At a flat-line position, of the 2005 Approved Operating Budget of \$38.862 million, the 2006 Proposed Base Budget is \$0.250 million or 0.6% over budget.

As compared to other programs, a 2% target increase, would provide funding of \$39.639 million and put the Proposed Base Budget of \$39.112 million under target by \$0.527 million or 1.3%.

Outstanding Issues from 2005 and Prior Years

None

Section D: 2006 Proposed New Council Priorities

Summary of 2006 Proposed New Council Priorities (\$000)

No New Requests Made

Key Issues / Recommendations

None

Other Issues

Service Delivery Alignment

Given the City's new operational structure, the Heritage Preservation Grant program has been re-aligned from the Community Partnership and Investment Program, Arts and Culture service envelope to the Community Partnership and Investment Program, Urban Development service envelope.

Appendix A

Summary of Council Priority Services and New Service Requests

None