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2010 BUDGET BRIEFING NOTE

Community Partnership and Investment Program: Response to Motions Made During the 2010 Operating Budget Process

Issue: Response to Motions Made During the 2010 Operating Budget Process

Background:

The Community Partnership and Investment Program (CPIP) is a corporate account that supports Council's social, cultural, recreational and economic goals through the delivery of community-based programs. It allows communities to draw on their own talents and resources to identify needs and develop appropriate programs and services. It also encourages residents to engage in civic life and participate in decision-making by supporting a city-wide network of community organizations.

At its March 3, 2010 meeting, the Budget Committee made a series of requests regarding individual funding programs within CPIP, and CPIP as a whole. All of these requests for information are summarized in Table 2.

Toronto International Film Festival

A motion was made to request staff to report back on a source of funding of \$121,000 to reach a total of \$800,000 annual grant to The Toronto International Film Festival which the City was unable to fund fully in 2009.

This annual grant amount is the level of support identified for Major Cultural organizations, and the City was unable to provide this level of funding to TIFF in 2009.

No funding source has been identified to offset an increase for this program.

Glen Gould Foundation Award

A motion was made to provide the \$15,000 Glen Gould Foundation Award annually. The Award is already funded at this level, and is included in the annual CPIP budget. There is no additional financial impact associated with allocating the Award at this level.

Student Nutrition

The City's funding of student nutrition programs improves access to nutritious foods for children and youth in schools. The Board of Health has requested an additional \$541,249 for the Student Nutrition Program:

- \$240,894 to address increased food costs. This request is based on a 7.4% increase in the cost of the Nutritious Food Basket in 2009 as compared to 2008.
- \$300,355 to extend municipal funding to 30 of the 146 new communities designated for Provincial funding. Approximately 10,478 children will be served in these 30 additional communities.

No funding source has been identified to offset an increase for this program.

Youth Programming

A motion was made to increase funding for CPIP-supported youth programming. A total of four CPIP programs support youth programming as their primary purpose:

- Identify 'N Impact Youth Led Funding
- Graffiti Transformation
- Student Nutrition
- Drug Prevention

Several other CPIP programs support youth programming in addition to their support for programming for adults and seniors:

- Minor and Major Recreation
- Toronto Arts Council
- Local Arts Service Organizations
- Community Services Partnership Program
- Service Development Investment Program
- AIDS Prevention Investment Program
- Festivals and Special Events funding

An economic factor increase to programs that support youth initiatives will enable services to youth be maintained at 2009 service levels.

Economic Factor Increases in CPIP

Staff have been asked to provide the cost of increasing the CPIP funding envelope by economic factors of 0.5%, 1.5% and 2.0% or \$0.222 million, \$0.667 million, and \$0.889 million respectively. The impact of these economic factor scenarios on individual CPIP programs and on the program overall are shown in Table 2.

Economic factor increases have been an important part of the City's support to the community-based sector since 2008. In 2008, a significant proportion of the program's \$1.564 million increase was used to provide economic factor increases and raise funding levels for existing grant recipients.

Approximately 38% of the 2008 CPIP increase (\$0.597 million) was allocated to the Toronto Arts Council (TAC). TAC subsequently allocated these funds to increase funding levels for existing organizations in addition to funding new artist programs. The Community Service Partnerships, CPIP's largest partnership funding program, received approximately 22% of the CPIP program increase (\$0.350 million), and used these funds in part to provide organizations with a 2% economic factor increase.

In 2009, the CPIP budget was approved with a 2% economic factor for all programs (\$0.848 million), and the future year outlook was submitted showing the impact of an ongoing 2% economic factor increase.

In general, community organizations have developed their 2010 budgets based on inflationary increases of between 1-3%. These upward pressures on organizational budgets are primarily driven by staffing cost increases, but are also affected by pressures in areas such as insurance, travel and occupancy costs.

Community organizations must face these inflationary pressures in an environment that includes constrained fundraising targets caused by the recession, changing funder priorities and programs, and the accumulated impact of chronic under-funding. At the same time, demands on services have increased as a result of rising unemployment and underemployment, growing poverty, and the related stress on families. Requests for subsidies are also on the rise, with fewer participants able to pay full fees for services.

A 2% economic factor helps organizations address the inflationary pressures that affect their staffing, occupancy and program delivery costs, enabling them to maintain current program levels. It allows organizations to continue to provide those services that the City has already determined are priority resources for the community, and provides them with the capacity to continue to work directly with their communities to address increasingly complex needs.

The proposed CPIP economic factor also represents a long-term investment in the City facilities that are used for community programming. CPIP occupancy cost funding is used to maintain these facilities, and the economic factor ensures that these facilities are in a state of good repair.

Table 1 shows the approximate number of reductions in programs, volunteers and staff positions by each of the respective economic factor scenarios.

No funding source has been identified to offset an increase for these scenarios.

Table 1
Impact of Economic Factor Scenarios on Community Organizations

Economic Factor Scenario – Percentage Increase	Financial Impact (\$000s)	Reduction in Number of Community Programs	Reduction in Number of Volunteers	Reduction in Number of Staff Positions
0.5 %	222.32	11	480	4
1.5 %	666.96	34	1440	11
2.0 %	889.28	45	1920	14

**Table 2
Summary of Decisions Regarding the Community Partnership and Investment Program
March 3, 2010 Budget Committee Meeting**

Decision	Budget Pressure if Motion Adopted	Funding Source						
Finance staff report back on a source of funding of \$121,000 to reach a total \$800,000 annual grant to the Toronto International Film Festival (T.I.F.F.) which the City was unable to fund fully last year.	\$121,000	No source identified.						
Finance staff report back on the transforming of the tri-annual grant of \$15,000 to the Glenn Gould Foundation to an annual grant to \$15,000.	No impact.	Funding of \$15,000 is already included in the annual budget. It can be allocated on an annual basis with no financial impact.						
The Medical Officer of Health report to the final wrap-up on possible funding strategies to support the Board of Health's recommendations (BU65.1) on Student Nutrition.	\$541,249	No source identified.						
Appropriate staff provide a briefing note on increasing the funding for youth programming and finding offsets from another area of the budget.	No figure specified.	No source identified.						
Appropriate staff provide a briefing note evaluating the cost of increasing the CPIP funding envelope by 0.5%, 1.5% and 2.0% and submit a spreadsheet showing the costs of these options.	0.5% of total: \$222,320 1.5% of total: \$666,960 2.0% of total: \$889,280 See Table 2 for detailed impacts.	No source identified.						
Cumulative Impact of all Decisions								
Cumulative impact of the decisions regarding the Toronto International Film Festival, the Student Nutrition Program, and economic factor increases to the CPIP envelope.	<table border="0"> <tr> <td>\$662,249 plus 0.5% CPIP increase:</td> <td>\$884,649</td> </tr> <tr> <td>\$662,249 plus 1.5% CPIP increase:</td> <td>\$1,329,439</td> </tr> <tr> <td>\$662,249 plus 2.0% CPIP increase:</td> <td>\$1,551,839</td> </tr> </table>		\$662,249 plus 0.5% CPIP increase:	\$884,649	\$662,249 plus 1.5% CPIP increase:	\$1,329,439	\$662,249 plus 2.0% CPIP increase:	\$1,551,839
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\$662,249 plus 2.0% CPIP increase:	\$1,551,839							

**Table 3
Summary of Economic Factor Scenarios – Community Partnership and Investment Program
2010 Operating Budget**

Name of Grant Program		2010 Recommended Budget (\$000s)	0.50% Increase (\$000s)	1.5% Increase (\$000s)	2.0% Increase (\$000s)
Partnership Programs:					
Toronto Arts Council Grant Program	NP0011	10,077.91	50.39	151.17	201.56
Major Culture Organizations	NP0013	5,611.73	28.06	84.18	112.23
Royal Winter Fair	NP0014	920.70	4.60	13.81	18.41
Local Art Services Organizations	NP0015	522.95	2.61	7.84	10.46
Museums	NP0016	79.05	0.40	1.19	1.58
Artscape	NP0017	258.84	1.29	3.88	5.18
Culture Build	NP0019	0.00	0.00	0.00	0.00
Community Services Partnership Program	NP0021	11,745.03	58.73	176.18	234.90
Findhelp Toronto	NP0025	534.48	2.67	8.02	10.69
Major Rec	NP0031	1,027.65	5.14	15.41	20.55
School Food Program	NP0043	3,255.33	16.28	48.83	65.11
Homeless Initiatives Fund	NP0051	2,454.94	12.27	36.82	49.10
Access & Equity and Human Rights	NP0081	789.28	3.95	11.84	15.79
Graffiti Transformation	NP0101	347.00	1.74	5.21	6.94
E.S.I. *	NP0092				
Total: Partnership Program		37,624.89	188.12	564.37	752.50
Investment Programs					
Community Safety Investment	NP0022	683.20	3.42	10.25	13.66
Food Security	NP0026	306.00	1.53	4.59	6.12
Service Development Program	NP0027	399.84	2.00	6.00	8.00
Snow Shovelling/Lawn Cutting	NP0028	383.62	1.92	5.75	7.67
Youth Led Initiatives	NP0029	168.30	0.84	2.52	3.37
Minor Rec	NP0032	377.30	1.89	5.66	7.55
Aids Prevention	NP0041	1,646.08	8.23	24.69	32.92
Drug Prevention Program	NP0042	827.73	4.14	12.42	16.55
E.D.S.I.P. *	NP0091				
Commercial Research *	NP0093				
Competitiveness, Creativity and Collaboration*	NEW	379.40	1.90	5.69	7.59
Community Festivals *	NP0094	101.28	0.51	1.52	2.03
Heritage Grant	NP0018	259.00			
Total: Investment Program		5,531.75	26.36	79.09	105.46
Administration					
Gould Award	NP0019	15.30			
Toronto Arts Council Operation Prog	NP0012	1,209.87	6.05	18.15	24.20
Harbourfront	NP0203	750.00			
Corp. Grants Program Support	NP0208	-	-	-	-
Dovercourt Boys & Girls-143 West	NP0216	69.87	0.35	1.05	1.40

Name of Grant Program		2010 Recommended Budget (\$000s)	0.50% Increase (\$000s)	1.5% Increase (\$000s)	2.0% Increase (\$000s)
St. Albans Boys & Girls - 843 Pal	NP0217	23.46	0.12	0.35	0.47
University Settlement Rec Ctre	NP0218	255.20	1.28	3.83	5.10
1652 Keele	NP0072	8.16	0.04	0.12	0.16
Section 37 Payment - Q3-2008	NP0046	100.00			
Section 45 Payment - Wychwood	NP0046	25.00			
One-Time: Money Matters	NP0044	28.16			
Total Administration		2,485.02	7.83	23.50	31.33
TOTAL GROSS EXPENDITURES		45,641.66	222.32	666.96	889.28
Transf from Res Fd (Heritage)	NP0018	259.00	-		
Transf from Res Fd (XR1211)	NP0019	-	-		-
Transf from S.37 (XR3026)	NP0046	100.00			
Transf from S.45 (Clearing account 220096)	NP0046	25.00			
One-Time Grant - Money Matters	NP0044	28.16			
TOTAL REVENUES		412.16	-	-	-
TOTAL NET EXPENDITURES		45,229.50	222.32	666.96	889.28

* ESI, EDSIP, Commercial Research and portion of the Community Festival Program have been consolidated into the Competitiveness, Creativity and Collaboration Program in 2010.

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