

Appendix 2

Impact of Income Testing

(based on City of Toronto data, December 11, 2006)

Category	All Families		Single Parent		Two Parent	
All Families	16,403	100.0%	12,696	77.4%	3,707	22.6%
Families with Complete Information	15,253 93.0%	100.0%	11,780 92.8%	77.2%	3,473 93.7%	22.8%
Income Profiles						
Needs Test - Net Income	15,253	100.0%	11,780	100.0%	3,473	100.0%
<= \$20,000	8,531	55.9%	7,488	63.6%	1,043	30.0%
> \$20,000	6,722	44.1%	4,292	36.4%	2,430	70.0%
Income Test - Adjusted Income	15,253	100.0%	11,780	100.0%	3,473	100.0%
<= \$20,000	9,822	64.4%	8,299	70.4%	1,523	43.9%
> \$20,000	5,431	35.6%	3,481	29.6%	1,950	56.1%
What do they pay now?(excluding NIL fee) Percent that pay \$0	\$ 2,715		\$ 2,152		\$ 4,096	
		49.0%		53.2%		35.1%
What will they pay? (excluding NIL fee) Percent that will pay \$0	\$ 1,495		\$ 975		\$ 2,450	
		69.5%		74.3%		53.2%
How many will pay less	7,436	48.8%	5,469	46.4%	1,967	56.6%
How many will pay the same	7,138	46.8%	5,846	49.6%	1,292	37.2%
How many will pay more	679	4.5%	465	3.9%	214	6.2%
	15,253	100.0%	11,780	100.0%	3,473	100.0%
Grandparented	1,277		683		648	
Full - fees will remain same	960		466		494	
Partial - fees increase for schoolage	317		217		154	
Value of fees lost to grandparenting	\$ 1,626,300		\$ 517,168		\$ 1,109,132	
Current Total Revenue (annualized)	\$ 22,222,062	100.0%	\$ 12,510,204	56.3%	\$ 9,711,858	43.7%
Adjusted Income <= \$20,000	\$ 6,637,825	29.9%	\$ 4,575,689	20.6%	\$ 2,062,136	9.3%
>\$20,000	\$ 15,584,237	70.1%	\$ 7,934,515	35.7%	\$ 7,649,722	34.4%
Forecasted Total Revenue (annualized)	\$ 7,460,600	100.0%	\$ 3,148,445	42.2%	\$ 4,312,155	57.8%
Adjusted Income <= \$20,000	\$ -		\$ -		\$ -	
>\$20,000	\$ 7,460,600	100.0%	\$ 3,148,445	42.2%	\$ 4,312,155	57.8%
Revenue Reduction	\$ (14,761,462)	100.0%	\$ (9,361,759)	63.4%	\$ (5,399,703)	36.6%
Adjusted Income <= \$20,000	\$ (6,637,825)	45.0%	\$ (4,575,689)	31.0%	\$ (2,062,136)	14.0%
>\$20,000	\$ (8,123,637)	55.0%	\$ (4,786,070)	32.4%	\$ (3,337,567)	22.6%