



SPECIAL BUDGET ADVISORY COMMITTEE

AGENDA

Date of Meeting:	April 14, 2000	Enquiry:	Betty Henderson
Time:	9:30 a.m.		Administrator
Location:	Committee Room 1		392-8088
	City Hall		bhender@city.toronto.on.ca
	100 Queen Street West		

DECLARATIONS OF INTEREST PURSUANT TO THE MUNICIPAL CONFLICT OF INTEREST ACT

COMMUNICATIONS/REPORTS

1. CITY OF TORONTO 2000 RECOMMENDED OPERATING BUDGET

(Report to follow)

2. WATER AND WASTEWATER – 2000 PRELIMINARY OPERATING BUDGET

Source: Chief Administrative Officer
(April 3, 2000)

Providing an analysis of the 2000 Operating Budget submission for the Water and Wastewater Program; also providing a summary of budget highlights, outstanding issues and recommendations; and recommending that:

- (1) the 2000 Recommended Operating Budget for Water and Wastewater of \$439.758 million (gross) and \$0 million (net), comprised of the following services, be approved;

<u>Water Program</u>	Gross Expenditures (\$000s)	Net Expenditures (\$000s)
Water Production	52,249.9	52,249.9
Water Distribution	60,102.8	60,102.8
Administrative & Other	30,764.1	30,764.1
Capital & Current Financing of Capital	<u>54,897.2</u>	<u>54,897.2</u>
Total Program Expenditures	198,014.0	198,014.0
User Fees, Services Charges		6,240.0
Billed Revenues		191,774.0
Total Water Program	<u>198,014.0</u>	<u>0.0</u>
<u>Wastewater Program</u>	Gross (\$000s)	Net (\$000s)
Wastewater Treatment	77,659.3	77,659.3
Wastewater Collection	31,280.0	31,280.0
Administrative & Other	36,591.3	36,591.3
Capital & Current Financing of Capital	<u>96,214.3</u>	<u>96,214.3</u>
Total Program Expenditures	241,744.9	241,744.9
User Fees, Services Charges		11,637.0
Billed Revenues		230,107.9
Total Wastewater Program	<u>241,744.9</u>	<u>0.0</u>

(Refer to Appendix C for consolidated program totals)

- (2) the Chief Financial Officer and Treasurer and the Commissioner of Works and Emergency Services be requested to report back to the Policy and Finance Committee on an appropriate methodology for the allocation of Finance, WES and other corporate charges against the Water and Wastewater operations for implementation in the 2001 Operating Budget;
- (3) the program report back during 2000 as part of the operating variance process on details of the general salary adjustment of \$4.728 million per Phase I of the budget-review process, including the identification of potential savings in the event the program is not able to identify these specific cost savings; and
- (4) the Chief Financial Officer and Treasurer and the Commissioner of Works and Emergency Services be requested to report back through the operating budget variance process on adjustments to the Water & Wastewater 2000 operating budget as a result of providing funds for wage settlement costs.

**3. WATER AND WASTEWATER PROGRAM –
2000–2004 RECOMMENDED CAPITAL PROGRAM**

Source: Chief Administrative Officer
(April 3, 2000)

Presenting the 2000-2004 Capital Program for Water and Wastewater; providing an overview of significant issues requiring capital expenditures, as to the two programs continue to integrate operations throughout the newly amalgamated City; and recommending that:

- (1) the 2000-2004 Capital Program for Water and Wastewater, with a cash flow totalling \$1,374.5 million (\$1.4 billion) as outlined in Appendix “A” be received;
- (2) a cash flow commitment of up to \$240.0 million (inclusive of interim Council spending approval of \$21.7 million) relating to the Water and Wastewater Capital Budget for the year 2000, be approved; and
- (3) consistent with the report (March 29, 2000) from the Chief Financial Officer and Treasurer respecting the financing of the 2000 Water and Wastewater Capital and Operating Budgets, the Commissioner of Works and Emergency Services, in consultation with the Chief Financial Officer and Treasurer, be requested to report to the Policy and Finance Committee for its meeting scheduled on June 22, 2000, on a capital works plan for 2000, including:
 - (i) cash flow requirements by project and sub-project; and
 - (ii) cash flow commitments for future years by project and sub-project.

**4. FINANCING THE 2000 WATER AND WASTEWATER
CAPITAL AND OPERATING BUDGETS**

Source: Chief Financial Officer and Treasurer
(March 29, 2000)

Recommending that:

- (1) Council endorse the “pay-as-you-go” approach for the Water and Wastewater Capital Programs, as embodied in this report;
- (2) Council endorse in principle, that increases to the combined water and sewer service rate not exceed the rate of inflation;
- (3) the water rate, sewer service rate, and the rate charged to flat-rate customers be increased by 2.1 percent, effective January 1, 2001; and

- (4) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

ANY OTHER MATTERS