



**STAFF REPORT
ACTION REQUIRED**

Revised Toronto Public Health 2007 Operating Budget Request

Date:	January 15, 2007
To:	Board of Health
From:	Medical Officer of Health
Wards:	All
Reference Number:	

SUMMARY

This report provides the Board of Health (BOH) with an update on the confirmed 2006 base provincial funding for cost shared mandatory programs from the Ministry of Health and Long Term Care (MOHLTC) and a revised 2007 Toronto Public Health (TPH) Operating Budget as requested by the BOH at its meeting on September 14, 2006.

The MOHLTC has approved base funding for 2006 cost shared mandatory programs in the amount of \$136,359.2 thousand gross and \$47,725.5 thousand net. This funding provides growth of 5 percent over the 2005 funding received, including COLA and harmonization costs.

The revised TPH 2007 Operating Budget request totals \$211,570.9 thousand gross and \$51,827.9 thousand net, including a base budget of \$209,131.6 thousand gross and \$50,161.9 thousand net and New and Enhanced Services of \$2,439.3 thousand gross and \$1,666.0 thousand net. This revised 2007 TPH Operating Budget adds four 100 percent City funded New and Enhanced Services, totalling \$1,077.8 thousand gross and net, to the 2007 TPH Operating Budget request.

RECOMMENDATIONS

The Medical Officer of Health recommends that:

1. the Board of Health recommend to City Council an addition to the Toronto Public Health 2007 Operating Budget of \$1,077.8 thousand gross and net for New and Enhanced Services for a total 2007 Operating Budget of \$211,570.9 thousand gross and \$51,827.9 thousand net, including a base budget of \$209,131.6 thousand gross and \$50,161.9 thousand net, and New and Enhanced Services of \$2,439.3 thousand gross and \$1,666.0 thousand net;
2. the Board of Health recommend to City Council the list of adjustments included in the Toronto Public Health 2007 Operating Budget and summarized in Table 2, “Summary of 2007 New and Enhanced Services” totalling \$2,439.3 thousand gross and \$1,666.0 thousand net;
3. the Board of Health forward this report to the Budget Committee for its consideration during the 2007 budget process; and,
4. the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

Financial Impact

Table 1
Revised TPH 2007 Operating Budget Request

	2006 Budget	BOH Recommended on Sept 14, 2006			BOH Proposed New and Enhanced Services			Revised TPH 2007 Operating Budget Request			Change from 2006 Budget	
		2007 Base	2007 New/Enh.	2007 Total Request	2007 Base	2007 New/Enh.	2007 Total Request	2007 Base	2007 New/Enh.	2007 Total Request		
(\$000s)	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	%
GROSS EXP.	211,333.1	209,131.6	1,361.5	210,493.1	0.0	1,077.8	1,077.8	209,131.6	2,439.3	211,570.9	237.7	0.1
REVENUE	147,504.7	158,969.7	773.3	159,743.0	0.0	0.0	0.0	158,969.7	773.3	159,743.0	12,238.3	8.3
NET EXP.	63,828.4	50,161.9	588.2	50,750.1	0.0	1,077.8	1,077.8	50,161.9	1,666.0	51,827.9	(12,000.5)	(18.8)
Positions	2,137.6	1,957.5	19.0	1,976.5	0.0	23.0	23.0	1,957.5	42.0	1,999.5	(138.1)	(6.5)

Note: 2007 Base includes 32 positions funded from Capital in the amount of \$2,021.6 thousand gross and \$0 net.

The Table 1 – Revised TPH 2007 Operating Budget Request, compares the original BOH Recommended and the Revised TPH 2007 Operating Budget Request. The revised TPH 2007 operating budget request reflects the addition of \$1,077.8 thousand gross and net for four new services proposed by the BOH at its meeting on September 14, 2006, bringing the total request for 2007 New and Enhanced Services to \$2,439.3 thousand gross and \$1,666.0 thousand net expenditures.

The Deputy City Manager and Chief Financial Officer has reviewed this report and agrees with the financial impact information.

DECISION HISTORY

At its meeting on September 14, 2006, the Board of Health recommended a TPH 2007 Operating Budget of \$210,493.1 thousand gross and \$50,750.1 thousand net. The recommended budget includes a base budget of \$209,131.6 thousand gross and \$50,161.9 thousand net, and New and Enhanced Services of \$1,361.5 thousand gross and \$588.2 thousand net.

The Board of Health requested the Medical Officer of Health to report on the feasibility and associated costs of the following four New and Enhanced Services to be included as part of the 2007 TPH Operating Budget request. The four additional 100 percent City funded New and Enhanced Services are as follows:

1. Car Free Day Promotion;
2. Enforcement of Animal By-laws in Parks;
3. Seniors Dental Services in Long-Term Care Facilities; and
4. Expansion of Toronto Dental Services

ISSUE BACKGROUND

In March 2006 the MOHLTC informed local Boards of Health that provincial funding approvals for cost-shared mandatory programs in 2006 would be limited to 5 percent province-wide. The 2006 provincial allocation for Toronto Public Health was not finalized when the 2007 Operating Budget request was presented to the Board of Health in September 2006.

2007 marks the final year of the three-year phased increase in provincial cost-sharing for public health programs. Beginning in 2007, the provincial government will contribute 75 percent of the approved budget for cost-shared mandatory programs.

The TPH 2007 Operating Budget request assumes full provincial cost sharing for eligible programs and 2006 base funding for cost-shared mandatory programs from the Province that provides growth of 5 percent over the 2005 funding, including COLA and harmonization.

COMMENTS

2006 provincial grant approval

The MOHLTC has approved 2006 funding for cost-shared mandatory programs in the amount of \$136,359.2 thousand gross and \$47,725.5 thousand net. This base amount includes 5 percent growth over the 2005 grant, including COLA and harmonization costs.

Revised TPH 2007 operating budget request

The revised TPH 2007 Operating Budget Request totals \$211,570.9 thousand gross and \$51,827.9 thousand net as outlined in Table 1 – Revised TPH 2007 Operating Budget Request. The total revised request includes a base budget of \$209,131.6 thousand gross and \$50,161.9 thousand net and New and Enhanced Services of \$2,439.3 thousand gross and \$1,666.0 thousand net. The increase of \$1,077.8 thousand gross and net, from the original 2007 budget recommended by the BOH, reflects the addition of four City funded new and enhanced services outlined below.

The budget request takes into consideration the direction from the Province that growth in provincial funding for cost-shared mandatory programs will be limited to a maximum of 5 percent. The 2007 TPH budget request for provincially funded cost-shared mandatory programs of \$143,177.1 thousand gross and \$35,794.3 thousand net is \$6,817.9 thousand or a 5.0 percent increase over the 2006 approved funding.

The revised 2007 net budget request of \$51,827.9 thousand is \$12,000.5 thousand less than was required from the City in the 2006 budget, as shown in Table 1 – Revised TPH 2007 Operating Budget Request. This net decrease from 2006 is comprised of a revenue increase of \$13,830.6 thousand as a result of the increased provincial cost-sharing formula from 65 percent to 75 percent, base budget net increases totalling \$163.9 thousand, and a net increase of \$1,666.0 thousand for new and enhanced services

Addition of City funded new and enhanced services

As proposed by the Board of Health, four additional 100 percent City funded New and Enhanced Services have now been included in the TPH 2007 Operating Budget Request. As outlined in Table 2 – Summary of 2007 New and Enhanced Services, the request for TPH 2007 New and Enhanced Services totals \$2,439.3 thousand gross and \$1,666.0 thousand net. The total revised request now includes the six services included in the original 2007 budget recommendation with associated funding of \$1,361.5 thousand gross and \$588.2 net, and adds the four New and Enhanced Services proposed by the BOH with associated funding of \$1,077.8 thousand gross and net. A brief description and justification for each service enhancement is included in Attachment 1 – Details of 2007 New and Enhanced Services.

Table 2
Summary of 2007 New and Enhanced Services (\$000s)

	Funding Classification	Bus Case #	Description	2007 Budget Request			2008 Net Impact	
				Positions	Gross	Net		
Original	Service Enhancements - 75% Provincially Funded	1	Parenting Education for High Risk Neighbourhoods	5.0	312.1	78.0	28.4	
		2	Communicable Disease Control Compliance	6.0	457.3	114.3	30.0	
		3	Public Health Services: Schools and Youth	4.0	261.6	65.4	24.2	
		Subtotal of 75% Provincially Funded			15.0	1,031.0	257.7	82.6
	Service Enhancements – Fully City Funded	4	Food and Community Development for Youth	2.0	146.1	146.1	58.4	
		5	Toronto Drug Strategy - Neighbourhood Support	1.0	84.2	84.2	30.6	
		6	Health Component of Clean Air Action Plan	1.0	100.2	100.2	40.2	
		Subtotal of Fully City Funded			4.0	330.5	330.5	129.1
	Original New and Enhanced Services				19.0	1,361.5	588.2	211.7
	New	Service Enhancements – Fully City Funded	7	Car Free Day Promotion	1.0	100.2	100.2	39.9
8			Enforcement of Animal By-laws in Parks	12.0	374.0	374.0	(374.0)	
9			Seniors Dental Services in Long-Term Care Facilities	5.0	268.9	268.9	66.7	
10			Expansion of Dental Services	5.0	334.7	334.7	108.2	
Additional New and Enhanced Services				23.0	1,077.8	1,077.8	(159.3)	
Total New and Enhanced Services				42.0	2,439.3	1,666.0	52.5	

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SIGNATURE

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ATTACHMENTS

Attachment 1 – Details of 2007 New and Enhanced Services