## Appendix 2 Impact of Income Testing

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

Category All Families	All Families		Single Parent			Two Parent		
	16,403	100.0%		12,696	77.4%		3,707	22.6%
Families with Complete Information	15,253	100.0%		11,780	77.2%		3,473	22.8%
	93.0%			92.8%			93.7%	
Income Profiles								
Needs Test - Net Income	15,253	100.0%		11,780	100.0%		3,473	100.0%
<= \$20,000	8,531	<i>55.9%</i>		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	<i>56.1%</i>
What do they pay now?(excluding NIL fee)	\$ 2,715			\$ 2,152			\$ 4,096	
Percent that pay \$0		49.0%			53.2%			35.1%
What will they pay? (excluding NIL fee)	\$ 1,495			\$ 975			\$ 2,450	
Percent that will pay \$0		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)	<i>55.0%</i>	\$	(4,786,070)	32.4%	\$	(3,337,567)	22.6%