

## Budget Committee

<b>Meeting No.</b>	36	<b>Contact</b>	Merle MacDonald, Committee Administrator
<b>Meeting Date</b>	Friday, October 24, 2008	<b>Phone</b>	416-392-7340
<b>Start Time</b>	9:30 AM	<b>E-mail</b>	buc@toronto.ca
<b>Location</b>	Committee Room 1, City Hall		

---

*The Decision Document is for preliminary reference purposes only. Please refer to the Committee’s Minutes for the official record.*

***How to Read the Decision Document:***

- *Recommendations of the Committee to Executive Committee appear after the item heading.*
- *Other action taken by the Committee on its own authority, which does not require Council’s approval, is listed in the decision document under the heading “Decision Advice and Other Information”.*
- *Declarations of Interest, if any, appear at the end of an item.*

<b>BU36.1</b>	ACTION	Adopted		
---------------	--------	---------	--	--

**Toronto Water 2009-2018 Capital Program**

(October 17, 2008) Report from Financial Planning Division

**Committee Recommendations**

The Budget Committee recommended to the Executive Committee that:

1. City Council approve the 2009 Recommended Capital Budget for Toronto Water with a total project cost of \$1.567 billion, and 2009 cash flow of \$488.438 million and future year commitments of \$2.224 billion comprised of the following:
  - a. New Cash Flow Funding for:
    - i. 242 new sub-projects with a 2009 total project cost of \$1.567 billion that requires cash flow of \$98.996 million in 2009 and a future year commitment of \$213.091 million in 2010; \$264.294 million in 2011; \$265.069 million in 2012; \$397.681 million in 2013; \$139.629 million in

2014; \$126.292 million in 2015; \$48.297 million in 2016; and, \$14.120 million in 2017;

- ii. 169 previously approved sub-projects with a 2009 cash flow of \$330.842 million and a future year commitment of \$281.541 million in 2010; \$252.605 million in 2011; \$220.187 million in 2012; \$0.420 million in 2013; \$0.220 million in 2014; \$0.242 million in 2015; and, \$0.255 million in 2016;
  - b. 2008 approved cash flow for 49 previously approved sub-projects with carry forward funding from 2008 into 2009 totalling \$58.600 million.
2. City Council approve that no new debt be issued to finance the 2009 cash flow requirement for the capital program and that the 2009 Recommended Toronto Water Capital Budget be fully funded from service charges; available reserve funds; including development charges; and, other revenues.
  3. City Council approve the 2010-2013 Capital Plan for Toronto Water totalling \$963.492 million in project estimates, comprised of \$140.449 million in 2010; \$205.051 million in 2011; \$258.630 million in 2012; and, \$359.362 million in 2013.
  4. City Council approve operating impacts of (\$31.966) million from 2009 to 2014 emanating from the approval of the 2009 Recommended Capital Budget, be approved for inclusion in the 2009 and future year operating budgets.
  5. City Council approve in principle the 2014-2018 Capital Forecast for Toronto Water totalling \$4.067 billion in project estimates, comprised of \$654.352 million in 2014; \$737.100 million in 2015; \$849.269 million in 2016; \$894.671 million in 2017; and \$931.574 million in 2018; and that this forecast be used as a foundation for preparing a firm 2010 to 2019 Capital Plan and Forecast as part of the 2010 budget process.
  6. This report be considered concurrently with the 2009 Water and Wastewater Service Rate report (October 2008), from the Acting Deputy City Manager and Chief Financial Officer and the General Manager for Toronto Water.

### **Decision Advice and Other Information**

The Budget Committee received the report (October 8, 2008) from the General Manager, Toronto Water, entitled “Toronto Water’s Infrastructure Renewal Backlog”, for information.

### **Summary**

Forwarding the 2009-2018 Capital Program.

### **Background Information**

Toronto Water 2009-2018 Capital Program Analyst Notes

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16353.pdf>)

## 1a Toronto Water's Infrastructure Renewal Backlog

(October 8, 2008) Report from General Manager, Toronto Water

### Financial Impact

The financial implications arising from this report are reflected in Toronto Water's 2009 -2018 10-Year Capital Plan and Forecast.

### Summary

A detailed analysis was undertaken to update estimates of Toronto Water's water and wastewater infrastructure renewal backlog and is summarized in this report. The total backlog has been estimated to be \$1.8 billion: \$1.3 billion in existing sewer and watermain infrastructure and \$0.55 billion for water and wastewater treatment plants and facilities.

The analysis shows that an average investment estimated at \$253 million per year is required, for the next 10 years, to prevent any further growth in the infrastructure renewal backlog. Toronto Water's 2009-2018 Capital Budget Submission, includes an increase in state of good repair investment from \$283 million in 2009 to more than \$500 million in 2018, for a total investment of \$4.2 billion over the 10 year period which will substantially clear the existing water and wastewater infrastructure renewal backlog by 2018.

### Background Information

Toronto Water's Infrastructure Renewal Backlog  
<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16199.pdf>

BU36.2	ACTION	Adopted		
--------	--------	---------	--	--

### Toronto Water 2009 Operating Budget

(October 17, 2008) Report from Financial Planning Division

### Committee Recommendations

The Budget Committee recommended to the Executive Committee that:

1. City Council approve the 2009 Recommended Operating Budget of \$698.703 million with gross operating expenditures of \$386.324 million and a capital-from-current contribution of \$312.380 million, as funded by the water and wastewater user rates and other recoveries, comprised of the following services:

Services:	Gross (\$Thousands)	Net (\$Thousands)
Water Supply & Treatment	65,935	0.0
Wastewater Treatment	111,553	0.0
District Operations	102,474	0.0
Water Infrastructure Management	9,455	0.0
Capital-from-Current Contribution	312,380	0.0
Business Support	15,382	0.0
Operational Support	20,151	0.0
Program Support	61,373	0.0
Total Toronto Water	698,703	0.0

2. This report be considered concurrently with the 2009 Water and Wastewater Service Rate report (October 2008) from the Acting Deputy City Manager and Chief Financial Officer and the General Manager for Toronto Water.

### Summary

Forwarding the Toronto Water 2009 Operating Budget.

### Background Information

Toronto Water 2009 Operating Budget Analyst Notes

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16295.pdf>)

BU36.3	ACTION	Adopted		Ward: All
--------	--------	---------	--	-----------

### 2009 Water and Wastewater Service Rate

(October 9, 2008) Report from Acting Deputy City Manager and Chief Financial Officer and General Manager, Toronto Water

### Committee Recommendations

The Budget Committee recommended to the Executive Committee that:

1. City Council approve:
  - i. effective January 1, 2009, the water and wastewater rates charged to metered consumers shall be as shown below and in Appendix A (Schedule 1) attached to this report;

Annual consumption	Paid on or before the due date \$/m3	Paid after the due date \$/m3
Block 1 - All consumers, including Industrial consumption of first 6,000 m3	\$1.8914	\$1.9909
Block 2 - Industrial tax class, volumes consumed over 6,000 m3, representing 24.41% reduction from the Block 1 Rate	\$1.4297	\$1.5049

- ii. the water and wastewater rates charged to flat rate consumers be, effective January 1, 2009, increased by 9.0%, to the rates shown in Appendix B (Schedule 2) attached to this report; and
  - iii. the necessary amendments be made to Municipal Code Chapter 441, Fees and Charges and Municipal Code Chapter 849, Water and Sewage Services and Utility Bill, to give effect to (i) and (ii) above.
2. With respect to assistance for low-income seniors and low-income disabled persons, City Council approve:
    - i. The 2009 rebate for eligible low-income seniors and persons with disability be set at a rate of \$0.4617/m3, representing a 24.41% reduction from the Block 1 Rate; and
    - ii. The necessary amendments be made to Municipal Code Chapter 849, Water and Sewage Services and Utility Bill, to give effect to “i” above.
  3. Authority be granted to the City Solicitor to introduce any necessary Bills required to implement these recommendations, subject to any necessary refinements, including stylistic, format and organization, as may be identified by the City Solicitor, the Acting Deputy City Manager and Chief Financial Officer and General Manager, Toronto Water.
  4. The appropriate City officials be authorized and directed to take the necessary actions to give effect thereto.
  5. This report be considered concurrently with the 2009-2018 Capital Plan and Forecast, and the 2009 Operating Budget.

### **Decision Advice and Other Information**

The Budget Committee held a public meeting on October 23, 2008, and notice was given in accordance with the Municipal Code Chapter 441, Fees and Charges.

### **Financial Impact**

The City of Toronto Water and Wastewater Program (the “Program”) is fully funded on a ‘pay-

as-you-go' basis through a combined water and wastewater rate without any reliance on borrowing/debenture financing. The property tax budget is not impacted by adoption of the recommendations contained in this report.

Based on the recommended 2009 Toronto Water Operating and Capital Budgets, and updated consumption forecast, a rate increase of 9.0% for 2009 is necessitated in the Block 1 domestic-use rate for all consumers (the "Block 1 Rate") to the rate of \$1.8914 per cubic meter, and a rate increase of 3.0% is necessitated in the Block 2 process-use rate for eligible industrial users on their volumes over 6,000 m<sup>3</sup>/year (the "Block 2 Rate") to the rate of \$1.4297 per cubic meter. The effective increase from the combined blocks is 8.59% in rate supported revenue, necessary to support the Program's operating and capital requirements. The average home consuming 304 m<sup>3</sup>/year, being a Block 1 Rate consumer, will see an increase of 9% or \$47 in their water bill (from \$528 in 2008 to \$575 for 2009), which is in the range of annual increases previously forecasted and widely publicized. The average impact for typical consumers is shown in Chart 1 below.

## Summary

This report recommends the 2009 water and wastewater service rates arising from concurrent adoption of the 2009 Toronto Water Operating and Capital Budgets.

## Background Information

2009 Water and Wastewater Service Rate

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16184.pdf>)

BU36.4	ACTION	Adopted		
--------	--------	---------	--	--

## Solid Waste Management Services 2009-2018 Capital Program

(October 17, 2008) Report from Financial Planning Division

## Committee Recommendations

The Budget Committee recommended to the Executive Committee that:

1. City Council approve the 2009 Recommended Capital Budget for Solid Waste Management Services with a total project cost of \$116.121 million and a 2009 cash flow of \$59.074 million and future year commitments of \$93.673 million. The 2009 Recommended Capital Budget consists of the following:
  - a. New Cash Flow Funding for:
    - i. 19 new sub-projects with a 2009 total project cost of \$116.121 million that requires cash flow of \$37.401 million in 2009 and future year commitments of \$36.250 million in 2010, \$35.770 million in 2011 and \$6.700 million in 2012;

- ii. 8 previously approved sub-projects with a 2009 cash flow of \$18.879 million and future year commitments of \$12.364 million in 2010, \$2.089 million in 2011 and \$0.500 million in 2012;
    - iii. 1 previously approved sub-project with carry forward funding from 2007 requiring 2009 cash flow of \$0.175 million, that requires Council to reaffirm its commitment; and
  - b. 2008 approved cash flow for 4 previously approved sub-projects with carry forward funding from 2008 into 2009 totalling \$2.619 million.
2. City Council approve the operating impacts of \$8.908 million in 2009 to 2013 that emanate from the approval of the 2009 Recommended Capital Budget be considered within the overall scope of Solid Waste Management Services' 2009 Operating Budget and future year operating budgets.
3. City Council approve that all sub-projects with potential private vendor capitalization be approved conditionally, subject to the receipt of such funding during 2010 and if such financing is not forthcoming, their priority and funding be reassessed by City Council relative to other City-financed priorities and needs.
4. City Council approve the 2010-2013 Capital Plan for Solid Waste Management Services totalling \$290.988 million in project estimates, comprised of \$53.200 million in 2010, \$133.042 million in 2011, \$77.912 million in 2012, and \$26.834 million in 2013.
5. City Council approve in principle the 2014-2018 Capital Forecast for Solid Waste Management Services totalling \$121.157 million in project estimates, comprised of \$22.964 million in 2014, \$23.005 million in 2015, \$23.217 million in 2016, \$23.642 million in 2017; and that this forecast be used as a foundation for preparing a 2010 to 2019 Capital Plan and Forecast as part of the 2010 budget process.
6. The General Manager of Solid Waste Management Services report to the Public Works and Infrastructure Committee by June 2009, on the strategies to deliver the aggressive 5-Year Capital Plan, addressing the implementation challenges with the with respect to timelines, site locations, environmental assessments, and readiness to proceed for facilities related projects.
7. This report be considered concurrently with the Recommended 2009 Residential Solid Waste Rates Report (October 2008), from the Acting Deputy City Manager and Chief Financial Officer and the General Manager for Solid Waste Management Services.

## **Summary**

Forwarding the Solid Waste Management Services 2009-2018 Capital Program.

## Background Information

Solid Waste Management Services 2009-2018 Capital Program Analyst Notes  
<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16296.pdf>

BU36.5	ACTION	Adopted		
--------	--------	---------	--	--

## Solid Waste Management Services 2009 Operating Budget

(October 17, 2008) Report from Financial Planning Division

### Committee Recommendations

The Budget Committee recommended to the Executive Committee that:

1. City Council approve the 2009 Recommended Operating Budget for Solid Waste Management Services of \$320.342 million gross net funded by \$320.342 million in solid waste user rates and other recoveries comprised of the following services:

<u>Service:</u>	<u>Gross</u> <u>(\$000s)</u>	<u>Net</u> <u>(\$000s)</u>
Program Support	61,469.1	(195,562.9)
Collection	112,580.6	107,804.4
Transfer	26,656.4	17,514.6
Processing	49,185.7	20,571.9
Disposal	70,450.0	49,672.0
	<hr/>	<hr/>
Total Program Budget	<u>320,341.8</u>	<u>0.0</u>

2. The General Manager Solid Waste Management Services and the Deputy City Manager and Chief Financial Officer report to Budget Committee as part of the 2009 Year-End Variance Report on the actual net contribution to the Waste Management Reserve Fund as a result of the first full year implementation of new residential Solid Waste rate.
3. Upon a full year implementation of the new residential Solid Waste rates, the General Manager of Solid Waste Management Services, report in September 2009, to Budget Committee on a multi-year fee strategy.
4. This report be considered concurrently with the “Recommended 2009 Residential Solid Waste Rates” (October 2008) report and the “Solid Waste Management Services 2008 Operating Budget Adjustment” (October 2008) report.



## Summary

Forwarding the Solid Waste Management Services 2009 Operating Budget.

## Background Information

Solid Waste Management Services 2009 Operating Budget Analyst Notes

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16310.pdf>)

BU36.6	ACTION	Adopted		Ward: All
--------	--------	---------	--	-----------

## Recommended 2009 Residential Solid Waste Rates

(October 9, 2008) Report from General Manager, Solid Waste Management Services and Acting Deputy City Manager and Chief Financial Officer

## Committee Recommendations

The Budget Committee recommended to the Executive Committee and City Council that:

1. The 2008 Residential Solid Waste Rate, adopted by Council for 2008, continue unchanged for 2009, as set out in Appendix A of the report (October 9, 2008) from the General Manager, Solid Waste Management Services and the Acting Deputy City Manager and Chief Financial Officer.

## Decision Advice and Other Information

The Budget Committee held a public meeting on October 23, 2008, and notice was given in accordance with the Municipal Code Chapter 441, Fees and Charges.

## Financial Impact

The recommended 2009 Residential Solid Waste Rates are expected to generate \$239.5 million in volume-based rate revenue or \$164.1 million over the 2008 Approved Operating Budget.

This will remove Solid Waste Management Services from the property tax base in 2009 and provide full funding to support Solid Waste Management operations, capital work and the initiatives to achieve the 70% waste diversion goal. The recommended rates are reflected in the recommended 2009 Operating Budget for Solid Waste Management Services.

## Summary

This report outlines the proposed 2009 Residential Solid Waste Rates. The proposed rates are unchanged from 2008.

## Background Information

Recommended 2009 Residential Solid Waste Rates

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16185.pdf>)

Appendix 1

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16186.pdf>)

BU36.7	ACTION	Adopted		Ward: All
--------	--------	---------	--	-----------

## Public Health Nursing Leadership Initiatives

(September 18, 2008) Letter from Board of Health

### Committee Recommendations

The Budget Committee recommended to the Executive Committee that:

1. City Council approve an increase to the Toronto Public Health's 2008 Council Approved Operating Budget by \$60,000 gross and \$0.0 net to reflect 100% funding received from St. Elizabeth Health Care for Nursing Leadership Development Initiatives.
2. City Council authorize the Medical Officer of Health to send two Toronto Public Health staff to the Dorothy M. Wylie Nursing Leadership Institute and two Toronto Public Health staff to the Health Leaders Institute in Toronto for leadership development training at a cost of up to \$3,900 per employee at a total cost of up to \$15,600.

### Summary

The purpose of this report is to secure Council approval to increase Toronto Public Health's 2008 Operating Budget to reflect funding of \$60,000 from St. Elizabeth Health Care for nursing leadership development initiatives and obtain authorization for four management staff to attend a leadership development training at a cost of up to \$3,900 each for a total cost of \$15,600 to be funded 100% from the nursing leadership development initiatives.

## Background Information

Public Health Nursing Leadership Initiatives

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16192.pdf>)

Attachment 1

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16193.pdf>)

BU36.8	ACTION	Adopted		Ward: All
--------	--------	---------	--	-----------

### **Toronto Public Health 2008 Operating Budget Adjustments**

(September 18, 2008) Letter from Board of Health

#### **Committee Recommendations**

The Budget Committee recommended to the Executive Committee that:

1. City Council approve increasing the Toronto Public Health 2008 Operating Budget by \$740.0 thousand gross and \$0.0 net, and a staff increase of 2 permanent and 28 temporary positions, to reflect confirmed funding from the Ministries of Health and Long-Term Care and Children and Youth Services.

#### **Summary**

The purpose of this report is to request budget adjustments to Toronto Public Health's (TPH) 2008 Operating Budget due to confirmation of funding from two Provincial ministries.

#### **Background Information**

Toronto Public Health 2008 Operating Budget Adjustments

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16194.pdf>)

Attachment 1

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16195.pdf>)

Attachment 2

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16196.pdf>)

BU36.9	ACTION	Adopted		Ward: All
--------	--------	---------	--	-----------

### **Transfer of Funds from the Eglinton Flats Reserve Fund (XR3204)**

(October 7, 2008) Report from General Manager, Parks, Forestry and Recreation

#### **Committee Recommendations**

The Budget Committee recommended to the Executive Committee that:

1. City Council grant authority to the appropriate City officials to apply \$22,500 from the Eglinton Flats Reserve Fund (XR3204) to the Parks, Forestry and Recreation Division's operating budget to allow for the payment to Tennex Systems Inc. for the resurfacing of the 6 north quadrant tennis courts at Eglinton Flats Park.

2. City Council increase the Parks, Forestry and Recreation 2008 Operating Budget by \$22,500 gross, 0 net, fully funded from the Eglinton Flats Reserve Fund (XR3204), with a corresponding reversal in 2009, for this is a one time occurrence.

### **Financial Impact**

The funds for this purpose are currently held in the Eglinton Flats Reserve Fund (XR3204). The reserve fund balance is currently \$22,500 with annual contributions from First Service Tennis Management of \$7,500 per year.

A 2008 in-year operating budget adjustment is required to access the reserve funds and pay for the vendor for resurfacing. A net-zero budget adjustment will be required to increase Parks, Forestry and Recreation's Gross 2008 Operating Budget expenditures by \$22,500 funded from the Reserve Fund. This 2008 in year adjustment will be reversed in 2009.

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

### **Summary**

Parks, Forestry and Recreation ("PFR") has a reserve fund in place that is dedicated by agreement to aggregate an annual fixed amount from the Eglinton Flats Winter Tennis operation. The purpose of the reserve fund is for resurfacing of tennis courts and other tennis related state of good repair works.

Authority is being requested to transfer \$22,500 from the Eglinton Flats Reserve Fund (XR3204) to the PFR Division's operating funds to pay for resurfacing of six tennis courts at Eglinton Flats Park.

### **Background Information**

Transfer of Funds from the Eglinton Flats Reserve Fund (XR3204)  
<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16198.pdf>

BU36.10	Information	Received		Ward: All
---------	-------------	----------	--	-----------

### **Status Update on Potential Savings in Operating Costs as a Result of the Consolidated Data Centre**

(September 24, 2008) Report from Chief Information Officer

### **Decision Advice and Other Information**

The Budget Committee received the item for information.

## Summary

The purpose of this report is to present to the Budget Committee the current status on the potential operating cost savings that could be realized by the City of Toronto as a result of the planned consolidated Data Centre.

## Background Information

Status Update on Potential Savings in Operating Costs as a result of the Consolidated Data Centre

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16197.pdf>)

BU36.11	ACTION	Without Recs		Ward: All
---------	--------	--------------	--	-----------

## Establishment of a Reserve Fund for the Purpose of Funding a Senior's Exchange Program between Toronto, Ontario and Paris, France

(October 20, 2008) Report from Acting Deputy City Manager and Chief Financial Officer

## Committee Recommendations

The Budget Committee submitted this matter to the Executive Committee without recommendation.

## Financial Impact

There is no financial impact as a result of this report.

## Summary

This report responds to a referral from Executive Committee of a communication from the French Committee of Toronto. The French Committee communication requested authority to establish a reserve fund using \$10,000 of funding from its 2008 approved Operating Budget and \$10,000 from its 2009 Operating Budget for the purpose of funding a senior's exchange program between Toronto, Ontario and Paris, France.

This report does not recommend establishing a reserve fund for the purpose of funding a senior's exchange program.

## Background Information

Establishment of a Reserve Fund for the Purpose of Funding a Senior's Exchange Program between Toronto, Ontario and Paris, France

(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16332.pdf>)

## 11a Establishment of a Reserve Fund for the Purpose of Funding a Senior's Exchange Program between Toronto, Ontario and Paris, France

(October 23, 2008) Letter from Councillor Giambrone

### Summary

Letter from Councillor Adam Giambrone, Ward 18 Davenport, writing as Council's appointed representative to the City of Toronto French Committee to clarify the reasons why the French Committee were requesting that a Reserve Fund be established.

### Background Information

Establishment of a Reserve Fund for the Purpose of Funding a Senior's Exchange Program between Toronto, Ontario and Paris, France

<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16507.pdf>

BU36.12	ACTION	Adopted		Ward: All
---------	--------	---------	--	-----------

## Solid Waste Management Services 2008 Operating Budget Adjustment

(October 21, 2008) Report from Acting Deputy City Manager and Chief Financial Officer

### Committee Recommendations

The Budget Committee recommended to the Executive Committee that:

1. City Council decrease the 2008 Solid Waste Management Approved Operating Budget by \$58.079 million (net) to account for the receipt of user fee revenue from the roll-out of the new bins for multi-residential and single-family residential effective July 1, 2008 and November 2008, respectively.
2. City Council increase the 2008 Non Program Approved Operating Budget by \$58.079 million (gross and net) to fund a new tax rebate program for households to refund that portion of property taxes paid for Solid Waste Management Services.

### Financial Impact

As recommended in the report entitled "Final 2008 Fees - Getting to 70% Diversion by 2010" an additional \$58.1 million in revenues will be generated in 2008 from new user fees. The 2008 Approved Budget does not include the fees or rebate amounts pending the roll out of bins and subsequent rebate of taxes to taxpayers that began in July 2008.

This report recommends that the budget for Solid Waste Management Services be reduced by \$58.1 million to account for the replacement of tax funding with user fee revenue to be generated with the roll-out of the new bins that was completed for multi-residential units in July and is near completion for the single-family residential households in November, 2008.

Also, the Non Program Operating Budget will increase to fund the establishment of a tax rebate program for the portion of property taxes previously paid for Solid Waste Management Services rebates equivalent to the proportion of their property taxes dedicated to Solid Waste Management, as reflected in the following table:

	2008					
	Solid Waste Management			Non-Program Rebate		
	Gross	Revenue	Net	Gross	Program Revenue	Net
Base Operating Budget	256,379.6	74,221.5	182,158.1			
Sub-total Base User Fee Revenue		58,079.1	(58,079.1)	58,079.1		58,079.1
Total Recommended Base Budget	256,379.6	132,300.6	124,079.0			
New Enhanced Services	20,349.0	20,349.0	-			
Total Recommended Budget	276,728.6	152,649.6	124,079.0	58,079.1		58,079.1

The reduction in the Solid Waste Management Services 2008 Operating Budget is the first phase to remove Solid Waste Management Services from the property tax base. In 2009, user fee revenue will virtually fully fund Solid Waste Management operations, capital work and new initiatives to achieve the 70% waste diversion goal.

## Summary

This report recommends budget adjustments to the Solid Waste Management Services and Non Program 2008 Operating Budgets to reflect the 2008 phased implementation of the transition to a user fee supported budget and the introduction of a of property tax rebate program dedicated to Solid Waste Management.

## Background Information

Solid Waste Management Services 2008 Operating Budget Adjustment  
<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16351.pdf>

BU36.13	ACTION	Adopted		Ward: All
---------	--------	---------	--	-----------

## **2009 Federal Homelessness Funding: Authority to Negotiate a New Federal Agreement and Manage the Transition to the New Program**

(October 16, 2008) Letter from Community Development and Recreation Committee

### **Committee Recommendations**

The Budget Committee recommended to the Executive Committee that:

1. Consistent with the position of the Federation of Canadian Municipalities, Toronto City Council request the incoming federal government, on an urgent basis, to maintain existing levels of federal homelessness funding beyond March 2009 as a bridge to a long-term national housing strategy that is ongoing, sustainable and indexed to the cost of living, and that includes a clear commitment to end homelessness.
2. The General Manager, Shelter, Support and Housing Administration, in consultation with the City Solicitor, be authorized to enter into a contribution agreement with ServiceCanada or related entity for funding under a renewal of the Homelessness Partnering Strategy, or any new federal homelessness funding program.
3. The General Manager, Shelter, Support and Housing Administration, be authorized to undertake appropriate measures to develop funding priorities for any renewal of the Homelessness Partnering Strategy, or other similar federal funding program, including seeking input from community consultation, and bring forward the funding priorities for approval by Council.
4. Once the contribution agreement with ServiceCanada or related entity is in place, the General Manager, Shelter, Support Housing Administration, be authorized to enter into agreements with other City divisions, project sponsor agencies, and/or private expertise to deliver projects in line with the terms and conditions of the federal agreement, other than new housing development projects, which will be approved through the Affordable Housing Committee and Council.
5. Based upon a finalized contribution agreement with ServiceCanada or related entity, the General Manager, Shelter, Support and Housing Administration, be authorized to undertake appropriate measures to establish sound budgetary priorities, adjust funding among programs as required to ensure effective use of available federal funds, and seek and draw upon input from community consultation, new Council directions/priorities, or other circumstances as might occur in the future, requiring expenditure adjustments.
6. Any project currently funded under the Homelessness Partnership Strategy that is not completed by March 31, 2009 be approved as a priority for funding under any new funding contract entered into under Recommendation 2.



7. In the event that the current Homelessness Partnering Strategy is not extended beyond March 31, 2009 by the last day of the City Council meeting in March 2009, the General Manager, Shelter, Support and Housing Administration, be authorized to fund existing HPS service-related projects delivered by community agencies, as outlined in Appendix B, as well as costs for administration for the three-month period April 1 through June 30, 2009, at a cost of up to \$2.9 million from the Social Housing Stabilization Reserve Fund.
8. If the Social Housing Stabilization Reserve Fund is used as set out in Recommendation 7, the General Manager, Shelter, Support and Housing Administration, seek reimbursement for this expenditure from the federal government, as part of a renewed Homelessness Partnering Strategy, new homelessness funding arrangements, or other appropriate federal funding programs, with all recovered funds to be returned to source.
9. The General Manager, Shelter, Support and Housing Administration, report directly to Council on any further implications relating to the renewal of the Homelessness Partnering Strategy or the establishment of any new federal homelessness funding program, as required.
10. In the event that the current Homelessness Partnership Strategy funding is extended beyond March 31, 2009, the General Manager, Shelter, Support and Housing Administration, be authorized to approve allocations of any unexpended HPS funding to projects and initiatives that are in line with the objectives of the HPS Community Plan, and to enter into any necessary agreements to give effect thereto.
11. The General Manager, Shelter, Support and Housing Administration, report to Budget Committee prior to March 31, 2009 on the financial implications of any renewal of the Homelessness Partnering Strategy or the initiation of any new federal homelessness funding program, upon receiving further information regarding the intentions of the incoming federal government relating to homelessness funding.

## **Summary**

Advising that the Community Development and Recreation Committee on October 16, 2008, considered a report (October 1, 2008) from the General Manager, Shelter, Support and Housing Administration, respecting the “2009 Federal Homelessness Funding: Authority to Negotiate a New Federal Agreement and Manage the Transition to the New Program”.

## **Background Information**

2009 Federal Homelessness Funding: Authority to Negotiate a New Federal Agreement and Manage the Transition to the New Program

<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16289.pdf>

Attachment

<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16290.pdf>

BU36.14	ACTION	Adopted		Ward: All
---------	--------	---------	--	-----------

### **Additional Funding for Child Care and Ongoing Funding Pressures**

(October 16, 2008) Letter from Community Development and Recreation Committee

#### **Committee Recommendations**

The Budget Committee recommended to the Executive Committee that:

1. City Council approve an amendment to the Children’s Services 2008 Approved Operating Budget to include an additional \$6.002 million in revenues received as Toronto’s share of a provincial \$25 million child care investment for additional fee subsidies and French-language child care spaces; and these revenues be offset by a reduction in the 2008 budgeted withdrawal from the child Care Expansion Reserve Fund (CCERF) of \$6.002 million.

#### **Summary**

Advising that the Community Development and Recreation Committee on October 16, 2008, considered a report (October 1, 2008) from the General Manager, Children’s Services, respecting the “Additional Funding for Child Care and Ongoing Funding Pressures”.

#### **Background Information**

Additional Funding for Child Care and Ongoing Funding Pressures  
(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16306.pdf>)  
Attachment  
(<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16307.pdf>)

BU36.15	ACTION	Adopted		Ward: All
---------	--------	---------	--	-----------

### **City Clerk’s Office 2008 Capital Budget Amendment and Potential Acquisition of 89 Northline Road**

**Confidential Attachment - A proposed or pending acquisition or sale of land for municipal or local board purposes**

(October 8, 2008) Report from Chief Corporate Officer and City Clerk

#### **Committee Recommendations**

The Budget Committee recommended to the Executive Committee that:

1. City Council authorize the “Elections Facility Project”, a new capital project to be added to the City Clerk’s Office 2008 Capital Budget, to enable the acquisition of the Northline Property as an elections office site. The acquisition cost and details of the funding sources for the Elections Facility Project are set out in Confidential Attachment 1.

2. Authority be granted to enter into an agreement of purchase and sale with the owner of the Northline Property, Northline 89 Inc., to acquire the Northline Property at the acquisition cost set out in Confidential Attachment 1, on terms and conditions deemed appropriate by the Chief Corporate Officer and in a form satisfactory to the City Solicitor.
3. The Chief Corporate Officer and the Director of Real Estate Services be severally authorized to accept and execute the agreement of purchase and sale on behalf of the City.
4. The City Solicitor be authorized to complete all transactions contemplated above on behalf of the City including making payment of any necessary expenses, and amending the closing date and other dates to such earlier date(s) and on such terms and conditions as she may from time to time consider reasonable.
5. City Council authorize the public release of the Confidential Information contained in Attachment 1 upon completion of all terms of the purchase and sale agreement with Northline 89 Inc. to the satisfaction of the City Solicitor.

### **Financial Impact**

No provision has been made for the acquisition of an elections office in the City Clerk's Office 2008 Approved Capital Budget. City Council's approval is required to amend the 2008 Approved Capital Budget of the City Clerk's Office by the addition of the Elections Facility Project and corresponding funding. The details of the Elections Facility Project and funding sources are described in Confidential Attachment 1.

Additional costs to retrofit the Northline Property, estimated in the amount of \$2 million, are included in the City Clerk's Office 2009 Capital Budget for consideration in the 2009 Capital Budget process.

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

### **Summary**

The purpose of this report is to seek City Council's authority to acquire the property known as 89 Northline Road (the "Northline Property") and to establish a new capital project in the 2008 Capital Plan for the City Clerk's Office for the acquisition of the Northline Property. The Northline Property is required for the core requirements of the City Clerk's Office to run elections.

### **Background Information**

City Clerk's Office 2008 Capital Budget Amendment and Potential Acquisition of 89 Northline Road

<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16276.pdf>

Appendix A

<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16277.pdf>

Appendix B

<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16278.pdf>

BU36.16	ACTION	Adopted		Ward: All
---------	--------	---------	--	-----------

## Toronto Public Health 2008 Operating Budget Adjustment

(October 22, 2008) letter from Board of Health

### Committee Recommendations

The Budget Committee recommended to the Executive Committee that:

1. City Council approve increasing the Toronto Public Health 2008 base Operating Budget by \$115.0 thousand gross and \$0.0 net, and a staff increase of 1.0 permanent position, to reflect confirmed funding from the Ministry of Health Promotion.

### Summary

The purpose of this report is to request a budget adjustment to Toronto Public Health's (TPH) 2008 Operating Budget due to confirmation of additional base funding from the Ministry of Health Promotion.

### Background Information

Toronto Public Health 2008 Operating Budget Adjustment

<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16446.pdf>

Attachment

<http://www.toronto.ca/legdocs/mmis/2008/bu/bgrd/backgroundfile-16447.pdf>

### Meeting Sessions

Session Date	Session Type	Start Time	End Time	Public or Closed Session
2008-10-24	Morning	9:40 AM	10:00 AM	Public