

Update on City Council Approved Toronto Public Health 2009 – 2018 Capital Plan and Forecast

Date:	January 2, 2009
To:	Board of Health
From:	Medical Officer of Health
Wards:	All
Reference Number:	

SUMMARY

This report provides an update to the Toronto Public Health (TPH) 2009 Capital Budget, 5-Year Capital Plan (2009-2013) and 5-Year Capital Forecast (2014-2018) as approved by City Council.

At its meeting of December 10, 2008, City Council approved a TPH 2009-2013 Capital Budget and Plan for a total of \$18.809 million with a 2009 cash flow of \$5.110 million (including a carry-forward of \$1.611 million from 2008) and future year commitments of \$3.499 million for 2010, and \$3.400 million in each year from 2011 to 2013.

City Council approved, in principle, the 2014-2018 Capital Forecast for TPH totalling \$17.0 million in project estimates, comprised of \$3.400 million in each year from 2014 to 2018 and requested that this forecast be used as a foundation for preparing a 2010-2019 Capital Plan and Forecast as part of the 2010 Capital Budget process.

Financial Impact

There are no financial implications arising from this report.

DECISION HISTORY

At its meeting of September 18, 2008, the Board of Health recommended to the Budget Committee a TPH 2009 Capital Budget with a total project cost of \$8.133 million and a 2009 cash flow of \$1.614 million and future year commitments of \$6.520 million.

<http://www.toronto.ca/legdocs/mmis/2008/hl/decisions/2008-09-18-hl17-dd.pdf>

At its meeting of November 17, 2008, the Board of Health recommended City Council approve the Environmental Reporting, Disclosure and Innovation Program and the addition of a related capital project to Toronto Public Health's 2009 Recommended Capital Budget.

<http://www.toronto.ca/legdocs/mmis/2008/hl/decisions/2008-11-17-hl19-dd.pdf>

At its meeting on November 25, 2008, the Executive Committee recommended that City Council approve the addition of a new Environmental Reporting, Disclosure and Innovation Capital Project to TPH's 2009 Recommended Capital Budget with a total project cost of \$1.296 million and cash flow requirements of \$0.228 million in 2009 and future commitments of \$0.615 million in 2010 and \$0.453 million in 2011.

The Executive Committee recommended that the Medical Officer of Health report directly to City Council at its special meeting of December 10, 2008 with proposed funding reallocations within its 2009 Recommended Capital Budget and 2010-2013 Recommended Capital Plan to offset the debt funding requirement of \$1.296 million for this new IT capital project, pending approval of the Environmental Reporting, Disclosure and Innovation Project by City Council.

The Environmental Reporting, Disclosure and Innovation Program was approved by City Council at its meeting on December 3, 2008.

<http://www.toronto.ca/legdocs/mmis/2008/cc/decisions/2008-12-01-cc27-dd.pdf>

At its meeting on December 10, 2008, City Council approved the 2009 Recommended Capital Budget for TPH with a total project cost of \$8.134 million and a 2009 cash flow of \$5.110 million and future year commitments of \$6.956 million. The approval includes the funding reallocation in the Capital Budget and Plan for the new Environmental Reporting, Disclosure and Innovation Project as proposed by the Medical Officer of Health.

<http://www.toronto.ca/legdocs/mmis/2008/cc/decisions/2008-12-10-cc28-dd.pdf>

COMMENTS

At its meeting of December 10, 2008, City Council approved a TPH 2009 Capital Budget and 2010-2013 Capital Plan for a total of \$18.809 million with a 2009 cash flow of \$5.110 million (including a carry-forward of \$1.611 million from 2008) and future year commitments of \$3.499 million for 2010, and \$3.400 million in each year from 2011 to 2013 totalling \$18.809 million.

City Council approved, in principle, the 2014-2018 Capital Forecast for TPH totalling \$17.0 million in project estimates, comprised of \$3.400 million in each year from 2014 to 2018 and requested that this forecast be used as a foundation for preparing a 2010-2019 Capital Plan and Forecast as part of the 2010 Capital Budget process.

Council also approved the addition of a new Environmental Reporting, Disclosure and Innovation Capital Project to the Toronto Public Health's 2009 Recommended Capital Budget with a total project cost of \$1.296 million and cash flow requirements of \$0.228 million in 2009, and future commitments of \$0.615 million in 2010 and \$0.453 million in 2011.

To accommodate the additional project cost of \$1.296 million within existing debt target levels, the associated funding requirements will be offset by delaying activities and deferring cash flow requirements of four capital projects: Dental Strategy & Implementation; HF/HL (Healthy Families / Healthy Living) Point of Care; HF/HL Systems Integration; and Internet & Intranet Strategy Implementation. The adjustments are listed below:

- a. a reduction of cash flow and future commitments for the Dental Strategy and Implementation Project by \$0.228 million in 2009, \$0.615 million in 2010, and \$0.453 million in 2011 and an addition of \$1.296 million in 2012;
- b. a reduction of future commitments for the HF/HL Point of Care Project by \$1.106 million in 2012 and an addition of \$1.106 million in 2016;
- c. a reduction of future commitments for the HL/HF Systems Integration Project by \$0.190 million in 2012 and an addition of \$0.190 million in 2016; and
- d. a reduction of future estimates for the Internet and Intranet Strategy Implementation Project by \$1.296 million in 2016.

The table below summarizes the decisions made by City Council for the TPH 2009 Capital Budget, 5-Year Capital Plan (2009-2013) and 5-Year Capital Forecast (2014-2018) as approved by City Council.

(\$ Million)	Approved Budget			Capital Plan						Capital Forecast
	Carry-Forward	2009 Cash Flow	Total 2009	2010	2011	2012	2013	Total 2010-2013	Plan Total	Total 2014-2018
Capital Project										
Dental Strategy and Implementation	0.275	0.846	1.120	0.677	0.826	1.892		3.395	4.515	
PH Surveillance and Management System	0.184	0.531	0.715	0.673	0.094			0.766	1.481	
HF/HL Mandatory Management System	0.782		0.782						0.782	
PHIPA System Compliance	0.371		0.371						0.371	
HE Inspection System		1.011	1.011	0.884	0.848			1.732	2.743	
HE Reporting		0.243	0.243	0.489	0.640			1.129	1.372	
Health e-Services		0.640	0.640	0.163				0.163	0.803	
Environmental Reporting, Disclosure and Innovation Capital Project		0.228	0.228	0.615	0.453			1.068	1.296	
Year Commitments	1.611	3.499	5.110	3.499	2.861	1.892		8.252	13.362	
Document and Records Management							0.302	0.302	0.302	2.509
Health Emergency Information System						0.548	0.337	0.884	0.884	
HF/HL Point of Care					0.539	0.537	1.269	2.346	2.346	3.727
HF/HL Systems Integration						0.423	1.492	1.915	1.915	2.388
Internet & Intranet Strategy Implementation										2.601
CDC Wireless Rollout										2.400
Datamart / Data Warehouse										3.376
Total Future Year Estimates					0.539	1.508	3.400	5.447	5.447	17.000
Total	1.611	3.499	5.110	3.499	3.400	3.400	3.400	13.699	18.809	17.000

The 2009 cash flow of \$5.110 million is comprised of the following projects:

- Dental Strategy and Implementation (\$1.120 million)
- PH Surveillance and Management System (\$0.715 million)
- HF/HL Mandatory Management System (\$0.782 million)
- Personal Health Information Protection Act (PHIPA) System Compliance (\$0.371 million)
- HE Inspection System (\$1.011 million)
- HE Reporting (\$0.243 million)
- Health e-Services (\$0.640 million)
- Environmental Reporting, Disclosure and Innovation Capital Project (\$0.228 million)

The 2010-2013 future year commitments and estimates of \$3.499 million for 2010, \$3.400 million for 2011, \$3.400 million for 2012 and \$3.400 million for 2013, meet the multi-year debt affordability targets as established by City Council.

These capital projects will improve and enhance management information systems and delivery of public health services to the community.

The associated net operating impact of the approved 2009 capital projects on the TPH Operating Budget is \$0.089 million in 2009, \$0.223 million in 2010, \$0.247 million in 2011, \$0.132 million in 2012 and \$0.041 million in 2013 totalling \$0.732 million, including eleven new positions.

The financing for the 2009 Capital Budget of \$5.110 million will be fully funded from debt for all capital projects.

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SIGNATURE

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