



STAFF REPORT INFORMATION ONLY

Toronto Public Health Operating Budget Variance Report for the Four Months ended April 30, 2009

Date:	May 22, 2009
To:	Board of Health
From:	Medical Officer of Health
Wards:	All
Reference Number:	

SUMMARY

This report provides an update to the Board of Health on Toronto Public Health's (TPH) Operating Budget Variance for the four months of operation ending on April 30, 2009 (see Attachment 1).

Toronto Public Health's operating budget was under spent by \$83.4 thousand net or 0.8 percent for the four-month period ending on April 30, 2009.

TPH gross expenditures were below budget by \$2,520.2 thousand or 4.3 percent, attributable to the underspending of \$182 thousand in Salaries and Benefits and \$2,338.2 thousand in non-payroll. Revenue was underachieved by \$2,436.8 thousand or 5.0 percent due to under-expenditures in provincial cost shared and fully funded programs, underachievement of Interdepartmental Revenue in the Ontario Works Dental and Investing In Families programs and underspending in capital projects resulting in a favourable variance of transfer funds from capital. At year-end, TPH expects to be fully spent with no variance.

Financial Impact

	<i>As of April 30, 2009</i>				<i>Projection to Year End</i>			
	ACTUAL (\$000s)	BUDGET (\$000s)	VARIANCE OVER/(UNDER) (\$000s) %		ACTUAL (\$000s)	BUDGET (\$000s)	VARIANCE OVER/(UNDER) (\$000s) %	
Gross Expenditure	56,567.8	59,088.0	(2,520.2)	(4.3%)	218,032.9	218,032.9	0.0	0.0%
Revenue	45,969.8	48,406.6	(2,436.8)	(5.0%)	174,615.1	174,615.1	0.0	0.0%
Net Expenditure	10,598.0	10,681.4	(83.4)	(0.8%)	43,417.7	43,417.7	0.0	0.0%

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

DECISION HISTORY

This report provides an update to the Board of Health on Toronto Public Health's Operating Budget Variance for the four months of operation ending on April 30, 2009.

COMMENTS

Toronto Public Health's 2009 Operating Budget is \$218,032.9 thousand gross and \$43,417.7 thousand net.

Expenditures were under budget by \$2,520.2 thousand gross (4.3 percent) and \$83.4 thousand net (0.8 percent) respectively as of April 30, 2009. Explanations of the variances in both gross expenditures and revenues and a summary of corrective actions are outlined below.

(1) Gross Expenditures

Toronto Public Health's gross under spending of \$2,520.2 thousand or 4.3 percent is comprised of the following:

Salaries and Benefits were \$182.0 thousand or 0.4 percent less than budget. This resulted in actual gapping of 4.7 percent versus the overall TPH gapping target of 4.3 percent. Gapping was at 7.7% in December 2008 or 3.4% higher than budget. Through effective complement management, TPH has reduced the gapping to just 0.4% over the target of 4.3% to 4.7%. Monthly detailed analysis and review of the complement results helped in maintaining staffing levels within approved budget and utilize available resources to meet public health needs

Non-payroll expenditures were under spent by \$2,338.2 or 4.0%, across various provincially cost shared and fully funded programs including delay in the expansion of the Children in Need of Treatment Program.

(2) Revenue

Actual revenue was lower than budget by \$2,436.8 thousand or 5.0 percent due to the following: (i) under spending in cost shared and fully funded programs resulting in an unfavourable variance in Provincial revenues, and (ii) underachievement of Ontario Works Dental and Investing In Families programs funded by Social Services through Interdepartmental Recovery.

(3) Corrective Action

TPH continues to monitor the staff complement and work with program managers and HR closely to identify and address recruitment and staffing process issues. Monthly detailed analysis and review of the complement results are in place to manage and utilize available resources to meet public health needs. At year-end, TPH projects to be fully spent with no variance.

CONTACT

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SIGNATURE

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Medical Officer of Health

ATTACHMENTS

Attachment 1 – TPH Operating Variance Submission for the Four Months ended April 30, 2009