



STAFF REPORT ACTION REQUIRED

Operating Variance Report for the Nine-month Period Ended September 30, 2010

Date:	December 6, 2010
To:	Executive Committee
From:	Deputy City Manager and Chief Financial Officer
Wards:	All
Reference Number:	P:\2010\Internal Services\FP\EC10015Fp (AFS#11651)

SUMMARY

The purpose of this report is to provide City Council with the Operating Variance for the nine-month period ended September 30, 2010 as well as year-end projections and to request Council's approval for amendments to the 2010 Council Approved Operating Budget with no change to the 2010 Approved Net Operating Budget.

Actual net expenditures were under budget by \$197.437 million or 8.1%. Projections to year-end indicate that the 2010 Council Approved Net Operating Budget will be under-spent by \$282.287 million or 8.0%. It is noted that the projected year-end operating surplus is based on the assumption that the City will be receiving the 2010 funding commitment of \$52.0 million from the Province for the Ontario Work Cost of Administration (COA). To date, the Province has not paid this amount.

Major contributions to the favourable results include:

- Municipal Land Transfer Tax of \$89.505 million due to better than forecasted housing activities
- Toronto Transit Commission (Conventional and Wheel-Trans) passenger revenues of \$58.5 million due to strong ridership growth
- Higher than expected Supplementary Taxes of \$39.5 million
- Strong Interest and Investment Earnings of \$29.722 million
- Savings on Debt Servicing Charges of \$26.425 million
- Lower than budgeted caseload and social assistance and administration costs of \$21.419 million by Toronto Employment and Social Services

- Hiring slow-down of \$21.236 million across City Programs and Agencies. This savings is expected to increase to \$34.0 million by year-end due to a more aggressive hiring slow-down strategy requested by the City Manager in the fourth quarter.
- Savings on winter maintenance costs of \$18.322 million by Transportation Services

The projected year-end surplus also includes unfavourable results forecasted for the following:

- Over-expenditure of \$8.279 million in Tax Deficiencies due to higher than expected assessment and tax appeals
- Higher than budgeted Street and Expressway Lighting Services electricity and contact voltage mitigation costs of \$6.414 million
- Over-expenditure of \$4.963 million by Court Services due to high growth of unpaid fines and increased overtime costs for police officers due to an increase in trial rates
- Lower than budgeted provincial revenues to fund the Central Ambulance Communication Centre (CACC) Program and over-expenditure of salaries and benefits of \$4.314 million by Emergency Medical Services

RECOMMENDATIONS

The Deputy City Manager and Chief Financial Officer recommends that:

1. City Council approve the budget adjustments including the approved position transfers as detailed in Appendix D to amend the 2010 Approved Gross Operating Budget between Programs with no net impact to the 2010 Approved Operating Budget.
2. Executive Committee forward this report to City Council for its consideration.

FINANCIAL IMPACT

The 2010 estimated year-end surplus of \$282.287 million will be applied to the 2011 Operating Budget. The attached Appendices A, B, and C summarize net expenditures, gross expenditures, and revenues, respectively and Appendix E provides detailed variance explanations for each City Program and Agency for the nine months ended September 30, 2010 and projections to year-end.

Table 1 Corporate Variance Summary (\$ Millions)								
	September 2010				Projected Y/E 2010			
	Budget	Actual	Over/(Under)	%	Budget	Actual	Over/(Under)	%
City Operations								
Gross Expenditures	3,564.3	3,237.4	(327.0)	-9.2%	4,990.9	4,808.0	(182.9)	-3.7%
Revenues	2,197.5	1,920.5	(276.9)	-12.6%	3,054.5	2,915.8	(138.7)	-4.5%
Net Expenditures	1,366.9	1,316.8	(50.0)	-3.7%	1,936.4	1,892.2	(44.2)	-2.3%
Agencies								
Gross Expenditures	2,175.7	2,163.2	(12.5)	-0.6%	2,999.1	2,980.1	(19.0)	-0.6%
Revenues	1,014.1	1,036.2	22.1	2.2%	1,358.5	1,397.1	38.7	2.8%
Net Expenditures	1,161.6	1,126.9	(34.7)	-3.0%	1,640.6	1,583.0	(57.6)	-3.5%
Corporate Accounts								
Gross Expenditures	978.7	1,059.0	80.3	8.2%	1,296.0	1,354.8	58.8	4.5%
Revenues	1,072.9	1,266.0	193.1	18.0%	1,338.6	1,577.9	239.3	17.9%
Net Expenditures	(94.2)	(207.0)	(112.7)	119.7%	(42.6)	(223.0)	(180.4)	423.6%
Total								
Gross Expenditures	6,718.7	6,459.6	(259.2)	-3.9%	9,286.1	9,143.0	(143.0)	-1.5%
Revenues	4,284.5	4,222.8	(61.7)	-1.4%	5,751.6	5,890.8	139.2	2.4%
Net Expenditures	2,434.2	2,236.8	(197.4)	-8.1%	3,534.5	3,252.2	(282.3)	-8.0%

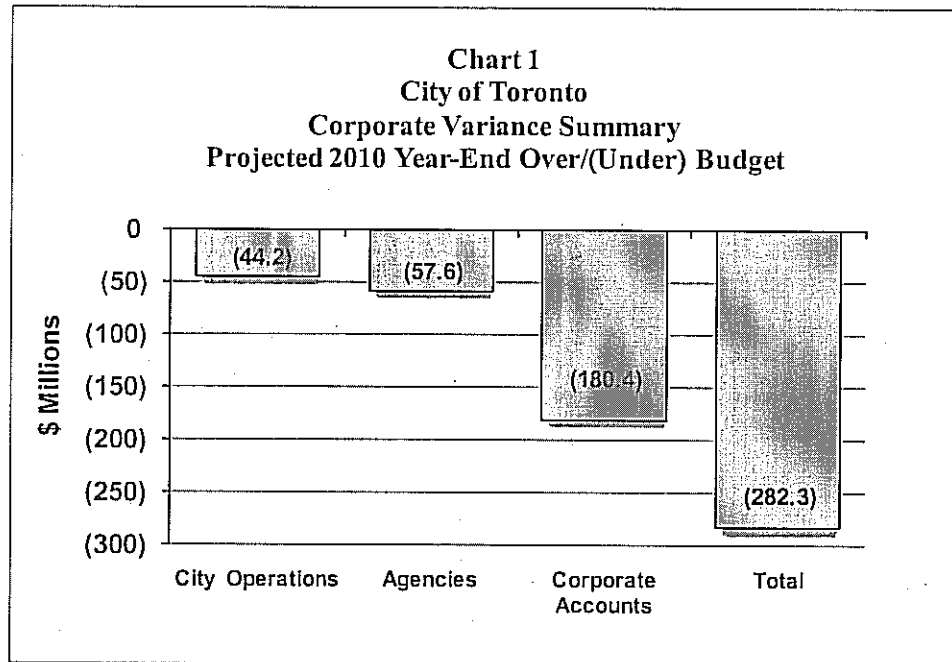
The projected year-end operating surplus of \$282.287 million assumes that the City will be receiving the 2010 funding commitment of \$52.0 million from the Province to support the Ontario Work Cost of Administration (COA).

ISSUE BACKGROUND

This report is provided pursuant to financial management practices and budgetary control. As part of the City of Toronto's accountability framework, quarterly and year-end operating variance reports are submitted to Committees and Council, to provide information on how the approved operating funds are being spent, and on an exceptions basis, to identify issues that require direction and/or decisions from Council. In addition, Council is required to approve any budget adjustments that amend the Council Approved Operating Budget between Programs in accordance with the Financial Control By-law and financial management principles.

COMMENTS

As illustrated in Chart 1 below, for the nine-month period ended September 30, 2010, the City realized an operating surplus of \$197.437 million or 8.1% under the 2010 Approved Net Operating Budget. Projections to year-end indicate that the City will be under-budget by \$282.287 million or 8.0% of the 2010 Approved Net Operating Budget.



City Operations reported a favourable net expenditure variance of \$50.040 million or 3.7% for the nine months ended September 30, 2010 and project a favourable net expenditure variance at year-end of \$44.208 million or 2.3% under the 2010 Approved Net Operating Budget. The year-end favourable variance is attributed mainly to under-spending of \$21.149 million in Toronto Employment and Social Services (TESS) as a result of lower than budgeted caseload, social assistance costs, and cost of administration expenditures; and \$18.322 million in Transportation based on a forecast of continued mild winter conditions to the end of 2010. In the event of severe winter conditions in December 2010, the year-end projections for Transportation Services will be adjusted accordingly.

Agencies reported a favourable net expenditure variance of \$34.653 million or 3.0% under planned expenditures for the nine months ended September 30, 2010. Collectively, Agencies project a favourable net expenditure variance of \$57.633 million or 3.5% under the 2010 Approved Operating Net Budget at year-end. The projected favourable year-end variance is largely attributed to higher than budgeted TTC (Conventional and Wheel-Trans) passenger revenues of \$58.5 million, which is based on a 2010 ridership forecast of 477 million, which exceeds the budgeted ridership by 15 million.

Corporate Accounts realized a favourable net variance of \$112.744 million during the nine months ended September 30, 2010. Projections to year-end indicate a favourable net variance of \$180.446 million under the 2010 Approved Operating Net Budget. This projected favourable year-end variance is attributed to higher than anticipated housing activity resulting in Municipal Land Transfer Tax (MLTT) revenues of \$89.505 million being above budget; higher than expected Supplementary Taxes of \$39.5 million based on the supplementary property assessment rolls received from Municipal Property Assessment Corporation (MPAC); higher than forecasted rate of return in Interest and Investment earnings of \$29.722 million; and under-expenditures of \$26.425 million in debt service costs due to a delay in debt issuance.

Consulting Costs

The 2010 budget for consulting costs was \$3.747 million gross and the reported City's actual consulting costs totalled \$3.093 million gross resulting in a favourable variance of \$0.654 million gross or 17.5% as at September 30, 2010.

Approved Positions

The City of Toronto budgets and monitors its staff complement based on Approved Positions. As at September 30, 2010, the City reported 48,016.6 full-time approved positions (44,649.4 permanent and 3,367.2 casual/seasonal) and 4,106.7 part-time approved positions (1,513.8 permanent and 2,592.9 casual/seasonal). This reflects a decrease of 1,588.8 positions or 3.0% from the 2010 Council Approved Positions and is primarily attributed to delays and slowdown in filling vacant positions and seasonal fluctuations within City Programs and Agencies.

Utility Costs


As at September 30, 2010, levy and rate supported operations reported actual utility costs of \$96.025 million gross (compared to the planned expenditures of \$100.188 million gross) with a favourable variance of \$4.162 million gross or 4.2%. The under-expenditure in utility costs was primarily the result of lower than planned consumption, predominantly in Facilities Management & Real Estate followed by Parks, Forestry and Recreation and was partially offset by higher than anticipated utility costs in Toronto Water.

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SIGNATURE



Cam Weldon
Deputy City Manager and Chief Financial Officer

ATTACHMENTS

Appendix A – City of Toronto Net Expenditures for Nine Months Ended September 30, 2010

Appendix B – City of Toronto Gross Expenditures for Nine Months Ended September 30, 2010

Appendix C – City of Toronto Revenues for Nine Months Ended September 30, 2010

Appendix D – City of Toronto Budget Adjustments for Nine Months Ended September 30, 2010

Appendix E – City of Toronto Significant City Programs/Agencies Variance Explanations



CITY OF TORONTO
CONSOLIDATED NET EXPENDITURES VARIANCE
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2010
(\$000s)

Appendix A

	September 30, 2010				December 31, 2010			
	Year-To-Date		Actual vs Budget		Year-End		Projection vs Budget	
	Budget	Actual	Over / (Under)	%	Budget	Projection	Over / (Under)	%
Citizen Centred Services "A"								
Affordable Housing Office	887.0	887.0	0.0	0.0%	1,334.5	1,334.5	(0.0)	0.0%
Children's Services	54,765.8	54,765.8	0.0	0.0%	70,787.2	70,787.2	0.0	0.0%
Court Services	(10,303.4)	(6,370.9)	3,932.5	-38.2%	(10,080.9)	(5,117.6)	-4,963.3	-49.2%
Economic Development & Culture	18,379.6	17,993.1	(386.5)	-2.1%	26,450.2	26,250.1	(200.1)	-0.8%
Emergency Medical Services	38,387.6	41,618.1	3,230.5	8.4%	65,660.7	69,974.8	-4,314.1	-6.6%
Long Term Care Homes and Services	23,980.0	23,155.7	(824.3)	-3.4%	46,783.2	46,083.2	(700.0)	-1.5%
Parks, Forestry & Recreation	192,952.7	192,188.1	(764.6)	-0.4%	261,719.4	261,219.3	(500.1)	-0.2%
Shelter, Support & Housing Administration	161,625.1	159,202.8	(2,422.3)	-1.5%	258,699.2	258,699.2	0.0	0.0%
Social Development, Finance & Administration	9,376.1	9,170.9	(205.2)	-2.2%	13,293.3	13,103.4	(189.9)	-1.4%
Toronto Employment & Social Services	227,213.9	210,251.0	(16,962.9)	-7.5%	324,345.1	302,926.0	(21,419.1)	-6.6%
311 Customer Service Strategy	6,004.4	5,998.0	(6.4)	-0.1%	9,272.3	8,873.2	(399.1)	-4.3%
Sub-Total Citizen Centred Services "A"	723,268.8	708,859.6	(14,409.2)	-2.0%	1,068,264.1	1,054,133.3	(14,130.8)	-1.3%
Citizen Centred Services "B"								
City Planning	7,867.8	6,912.6	(955.2)	-12.1%	13,223.2	13,223.2	(0.0)	0.0%
Fire Services	258,560.6	259,587.6	1,027.0	0.4%	359,189.2	359,189.2	(0.0)	0.0%
Municipal Licensing & Standards	14,163.0	13,030.5	(1,132.5)	-8.0%	19,229.8	21,311.7	2,081.9	10.8%
Policy, Planning, Finance and Administration	7,623.8	6,589.8	(1,034.0)	-13.6%	12,031.1	10,819.6	(1,211.5)	-10.1%
Technical Services	9,955.8	10,588.4	632.6	6.4%	12,143.1	11,341.2	(801.9)	-6.6%
Toronto Building	(17,855.4)	(23,265.6)	(5,410.2)	30.3%	(10,778.0)	(10,778.0)	(0.0)	0.0%
Toronto Environment Office	2,339.5	2,109.2	(230.3)	-9.8%	3,373.2	3,281.7	(91.5)	-2.7%
Transportation Services	142,796.2	125,653.3	(17,142.9)	-12.0%	180,637.7	162,316.0	(18,321.7)	-10.1%
Waterfront Secretariat	715.2	578.3	(136.9)	-19.1%	957.1	857.1	(100.0)	-10.5%
Sub-Total Citizen Centred Services "B"	426,166.5	401,784.1	(24,382.4)	-5.7%	590,006.5	571,561.7	(18,444.8)	-3.1%
Internal Services								
Office of the Chief Financial Officer	5,839.5	5,638.5	(201.0)	-3.4%	8,928.5	8,480.7	(447.8)	-5.0%
Office of the Treasurer	19,256.1	17,613.3	(1,642.8)	-8.5%	30,209.0	26,722.0	(3,487.0)	-11.5%
Facilities Management & Real Estate	58,086.3	55,790.1	(2,296.2)	-4.0%	54,288.0	53,806.3	(481.6)	-0.9%
Fleet Services	(2,969.3)	(4,311.1)	(1,341.8)	48.2%	1.3	(1,742.0)	(1,743.3)	-136,307.6%
Information & Technology	48,498.9	47,714.6	(784.3)	-1.6%	61,714.7	59,396.2	(2,318.5)	-3.8%
Sub-Total Internal Services	128,771.5	122,445.4	(6,326.1)	-4.9%	155,141.5	146,663.2	(8,478.3)	-5.5%
City Manager								
City Manager's Office	25,290.3	25,473.5	183.2	0.7%	37,429.0	37,054.0	(375.0)	-1.0%
Sub-Total City Manager	25,290.3	25,473.5	183.2	0.7%	37,429.0	37,054.0	(375.0)	-1.0%
Other City Programs								
City Clerk's Office	27,773.5	25,856.7	(1,916.8)	-6.9%	36,657.1	35,957.3	(699.8)	-1.9%
Legal Services	14,995.7	13,554.8	(1,440.9)	-9.6%	19,994.2	18,346.6	(1,647.6)	-8.2%
Mayor's Office	1,771.6	1,637.3	(134.3)	-7.6%	2,560.8	2,415.8	(145.0)	-5.7%
City Council	14,286.6	13,039.2	(1,247.4)	-8.7%	19,637.8	19,637.8	0.0	0.0%
Sub-Total Other City Programs	58,827.4	54,088.0	(4,739.4)	-8.1%	78,849.9	76,357.5	(2,492.4)	-3.2%
Accountability Offices								
Auditor General's Office	2,869.9	2,734.2	(135.7)	-4.7%	4,283.2	4,226.0	(57.2)	-1.3%
Integrity Commissioner's Office	139.3	138.7	(0.6)	-0.4%	204.0	204.0	0.0	0.0%
Lobbyist Registrar's Office	626.3	437.7	(188.6)	-30.1%	906.5	676.5	(230.0)	-25.4%
Ombudsman's Office	914.8	873.4	(41.4)	-4.5%	1,354.5	1,354.5	0.0	0.0%
Sub-Total Council Appointed Programs	4,550.3	4,184.0	(366.3)	-8.1%	6,748.2	6,461.0	(287.2)	-4.3%
TOTAL - CITY OPERATIONS	1,366,874.8	1,316,834.6	(50,040.2)	-3.7%	1,936,439.2	1,892,230.7	(44,208.4)	-2.3%
Agencies								
Toronto Public Health	29,557.7	29,101.8	(455.9)	-1.5%	44,167.6	43,607.2	(560.4)	-1.3%
Toronto Public Library	119,867.8	119,794.7	(73.1)	-0.1%	167,099.6	167,067.0	(32.6)	0.0%
Association of Community Centres	5,430.4	5,430.4	0.0	0.0%	7,240.5	7,240.5	0.0	0.0%
Exhibition Place	(1,422.5)	(2,022.9)	(600.4)	42.2%	35.1	(1,188.4)	(1,223.5)	-3401.6%



**CITY OF TORONTO
CONSOLIDATED NET EXPENDITURES VARIANCE
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2010
(\$000s)**

	September 30, 2010				December 31, 2010			
	Year-To-Date		Actual vs Budget		Year-End		Projection vs Budget	
	Budget	Actual	Over / (Under)	%	Budget	Projection	Over / (Under)	%
Heritage Toronto	274.3	274.3	0.0	0.0%	365.7	365.7	(0.0)	0.0%
Theatres	3,357.8	3,767.8	410.0	12.2%	3,488.5	3,878.3	389.8	11.2%
Toronto Zoo	4,835.9	4,929.9	94.0	1.9%	11,388.3	11,380.2	(8.1)	-0.1%
Arena Boards of Management	(4.5)	(204.3)	(199.8)	4440.0%	(6.0)	(6.2)	(0.2)	2.8%
Yonge Dundas Square	407.0	150.0	(257.0)	-63.1%	543.8	516.0	(27.8)	-5.1%
Toronto & Region Conservation Authority	2,669.1	2,669.0	(0.1)	0.0%	3,269.4	3,269.4	0.0	0.0%
Toronto Transit Commission - Conventional	325,157.0	289,373.0	(35,784.0)	-11.0%	429,804.5	369,804.5	(60,000.0)	-14.0%
Toronto Transit Commission - Wheel Trans	61,683.6	62,171.7	488.1	0.8%	82,675.9	84,175.9	1,500.0	1.8%
Toronto Police Service	608,361.6	610,086.6	1,725.0	0.3%	888,219.8	890,519.8	2,300.0	0.3%
Toronto Police Services Board	1,409.1	1,409.1	0.0	0.0%	2,347.8	2,347.8	0.0	0.0%
TOTAL - AGENCIES	1,161,584.3	1,126,931.1	(34,653.2)	-3.0%	1,640,640.4	1,583,007.7	(57,632.7)	-3.5%
Corporate Accounts								
Community Partnership and Investment Program	35,026.5	35,026.5	0.0	0.0%	46,702.0	46,702.0	0.0	0.0%
Capital & Corporate Financing	438,777.7	438,777.7	0.0	0.0%	585,037.0	558,612.0	(26,425.0)	-4.5%
Non-Program Expenditures								
- Tax Deficiencies/Write-offs	51,691.5	54,792.4	3,100.9	6.0%	68,922.0	77,200.9	8,278.9	12.0%
- Assessment Function (MPAC)	26,311.1	26,311.1	0.0	0.0%	35,100.0	35,081.5	(18.5)	-0.1%
- Temporary Borrowing	50.0	0.0	(50.0)	-100.0%	50.0	0.0	(50.0)	-100.0%
- Funding of Employee Related Liabilities	35,598.2	35,595.7	(2.5)	0.0%	47,464.2	47,461.7	(2.5)	0.0%
- Contingency	0.0	0.5	0.5	n/a	0.0	0.5	0.5	n/a
- Other Corporate Expenditures	19,302.3	18,439.0	(863.3)	-4.5%	25,736.4	24,585.3	(1,151.1)	-4.5%
- Insurance Premiums & Claims	380.0	380.0	0.0	0.0%	380.0	380.0	0.0	0.0%
- Parking Tag Enforcement & Oper.	38,094.2	36,330.5	(1,763.7)	-4.6%	54,619.7	53,419.6	(1,200.1)	-2.2%
- Vacancy Rebate Program	17,595.0	17,584.0	(11.0)	-0.1%	23,460.0	33,467.8	10,007.8	42.7%
- Heritage Property Taxes Rebate	0.0	0.0	0.0	n/a	3,500.0	(981.0)	(4,481.0)	-128.1%
- Solid Waste Management Rebates	136,794.0	130,269.2	(6,524.8)	-4.8%	182,391.9	171,534.0	(10,857.9)	-6.0%
- Street & Expressway Lighting Services	21,026.9	27,138.7	6,111.8	29.1%	28,329.2	34,742.7	6,413.5	22.6%
- Pandemic Influenza Stockpiling	0.0	0.0	0.0	n/a	3,000.0	3,000.0	0.0	0.0%
Non-Program Expenditures	346,843.1	346,841.1	(2.0)	0.0%	472,953.4	479,892.2	6,938.8	1.5%
Non-Program Revenue								
- Payments in Lieu of Taxes	(92,281.2)	(91,121.4)	1,159.8	-1.3%	(92,281.2)	(90,531.5)	1,749.7	-1.9%
- Supplementary Taxes	(22,500.0)	(34,000.0)	(11,500.0)	52.9%	(30,000.0)	(69,500.0)	(39,500.0)	131.7%
- Tax Penalties	(24,191.2)	(24,065.6)	125.6	-0.5%	(30,000.0)	(31,000.0)	(1,000.0)	3.3%
- Interest/Investment Earnings	(70,812.2)	(93,103.5)	(22,291.3)	31.5%	(94,416.3)	(124,138.0)	(29,721.7)	31.5%
- Prior Year Surplus	(276,509.0)	(276,509.0)	0.0	0.0%	(276,509.0)	(276,509.0)	0.0	0.0%
- Other Corporate Revenues	(4,310.1)	(4,406.1)	(96.0)	3.6%	(7,440.9)	(7,621.7)	(180.8)	2.4%
- Toronto Hydro Revenues	(41,204.5)	(41,204.5)	0.0	0.0%	(54,946.0)	(54,946.0)	0.0	0.0%
- Provincial Revenue	(68,705.0)	(68,705.0)	0.0	0.0%	(147,000.0)	(148,253.0)	1,247.0	-1.2%
- Municipal Land Transfer Tax	(127,871.3)	(204,373.0)	(76,501.7)	59.8%	(1,039.0)	(269,000.0)	(267,961.0)	52.5%
- Personal Vehicle Tax	(35,999.5)	(39,229.2)	(3,229.7)	9.0%	(42,999.3)	(81,000.0)	(38,000.7)	6.3%
- Third Party Sign Tax	(2,634.0)	(4,788.2)	(2,154.2)	81.8%	(3,512.0)	(6,384.2)	(2,872.2)	81.8%
- Parking Authority Revenues	(33,236.4)	(33,236.4)	0.0	0.0%	(44,315.2)	(44,317.2)	(2.0)	0.0%
- Administrative Support Recoveries - Water	(14,229.8)	(14,229.8)	0.0	0.0%	(18,973.0)	(18,973.0)	0.0	0.0%
- Administrative Support Recoveries - Health & EV	(12,245.0)	(12,245.0)	0.0	0.0%	(16,326.7)	(16,326.7)	0.0	0.0%
- Parking Tag Enforcement & Oper.	(90,673.9)	(88,871.3)	1,802.6	-3.0%	(90,893.6)	(90,893.6)	0.0	0.0%
- Other Tax Revenues	(15,081.8)	(15,475.8)	(394.0)	2.6%	(15,081.8)	(14,946.5)	135.3	-0.9%
- Woodbine Slots	(12,375.0)	(11,573.0)	802.0	-6.5%	(16,509.0)	(15,209.0)	1,191.0	-7.2%
Non-Program Revenues	(914,859.9)	(1,027,691.3)	(112,741.9)	12.3%	(1,147,295.0)	(1,308,254.4)	(160,959.4)	14.0%
TOTAL - CORPORATE ACCOUNTS	(94,212.5)	(206,956.5)	(112,743.9)	119.7%	(42,692.6)	(223,048.2)	(180,445.6)	-423.6%
NET OPERATING TAX LEVY	2,434,246.6	2,236,809.2	(197,437.3)	-8.1%	3,534,477.0	3,252,190.2	(282,286.7)	-8.0%
NON LEVY OPERATIONS								
Solid Waste Management Services	27,414.5	(9,237.9)	(36,652.4)	-133.7%	(0.0)	612.6	612.6	n/a
Toronto Parking Authority	(41,775.8)	(42,306.5)	(530.7)	1.3%	(55,701.1)	(56,495.7)	(794.6)	1.3%
Toronto Water	(32,800.0)	(31,249.2)	1,551.4	-4.7%	0.0	(59.0)	(59.0)	n/a
NON LEVY OPERATING NET EXPENDITURES	(47,161.9)	(82,793.6)	(35,631.7)	75.6%	(55,701.1)	(55,885.7)	(184.6)	0.3%



CITY OF TORONTO
CONSOLIDATED GROSS EXPENDITURES VARIANCE
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2010
(\$000s)

	September 30, 2010				December 31, 2010			
	Year-To-Date		Actual vs Budget		Year-End		Projection vs Budget	
	Budget	Actual	Over / (Under)	%	Budget	Projection	Over / (Under)	%
Citizen Centred Services "A"								
Affordable Housing Office	2,266.7	1,872.8	(393.9)	-17.4%	3,222.7	2,817.5	(405.2)	-12.6%
Children's Services	296,023.1	292,761.0	(3,262.1)	-1.1%	379,578.4	373,302.2	(6,276.2)	-1.7%
Court Services	29,862.4	27,907.5	(1,954.9)	-6.5%	52,080.9	50,044.2	(2,036.7)	-3.9%
Economic Development & Culture	25,703.8	25,016.8	(687.0)	-2.7%	35,958.0	36,058.0	100.0	0.3%
Emergency Medical Services	121,044.0	117,796.8	(3,247.2)	-2.7%	174,608.2	172,219.8	(2,388.4)	-1.0%
Long Term Care Homes & Services	154,369.9	148,519.2	(5,850.7)	-3.8%	220,636.4	215,936.4	(4,700.0)	-2.1%
Parks, Forestry & Recreation	265,895.1	260,025.6	(5,869.5)	-2.2%	361,682.5	359,182.5	(2,500.0)	-0.7%
Shelter, Support & Housing Administration	630,368.9	553,092.1	(77,276.8)	-12.3%	899,324.8	961,306.0	71,981.2	8.1%
Social Development, Finance & Administration	18,961.3	16,849.9	(2,111.4)	-11.1%	26,541.4	25,145.5	(1,395.9)	-5.3%
Toronto Employment & Social Services	974,873.7	833,148.9	(141,724.8)	-14.5%	1,358,116.7	1,190,838.6	(167,278.1)	-12.3%
311 Customer Service Strategy	12,123.5	10,745.4	(1,378.1)	-11.4%	17,620.3	15,229.5	(2,390.8)	-13.6%
Sub-Total Citizen Centred Services "A"	2,531,492.4	2,287,736.0	(243,756.4)	-9.6%	3,518,770.3	3,402,080.2	(116,690.1)	-3.3%
Citizen Centred Services "B"								
City Planning	25,005.0	22,209.1	(2,795.9)	-11.2%	36,368.5	33,780.4	(2,588.1)	-7.1%
Fire Services	270,143.9	267,417.3	(2,726.6)	-1.0%	374,433.9	372,880.3	(1,553.6)	-0.4%
Municipal Licensing & Standards	33,247.5	32,358.7	(888.8)	-2.7%	50,528.5	48,077.1	(2,451.4)	-4.9%
Policy, Planning, Finance and Administration	17,834.2	14,342.0	(3,492.2)	-19.6%	25,696.7	22,473.8	(3,222.9)	-12.5%
Technical Services	45,373.2	41,606.4	(3,766.8)	-8.3%	68,668.6	64,816.7	(3,851.9)	-5.6%
Toronto Buildings	30,032.2	27,889.9	(2,142.3)	-7.1%	45,852.3	44,599.7	(1,252.6)	-2.7%
Toronto Environment Office	10,733.0	5,439.5	(5,293.5)	-49.3%	14,609.5	12,367.7	(2,241.8)	-15.3%
Transportation Services	202,252.2	169,859.5	(32,392.7)	-16.0%	286,812.9	263,474.5	(23,338.4)	-8.1%
Waterfront Secretariat	1,092.4	930.1	(162.3)	-14.9%	1,547.1	1,447.1	(100.0)	-6.5%
Sub-Total Citizen Centred Services "B"	635,713.6	582,052.5	(53,661.1)	-8.4%	904,518.0	863,917.3	(40,600.7)	-4.5%
Internal Services								
Office of the Chief Financial Officer	10,777.1	8,457.9	(2,319.2)	-21.5%	15,511.9	12,443.5	(3,068.4)	-19.8%
Office of the Treasurer	53,424.9	47,283.0	(6,141.9)	-11.5%	75,767.4	67,702.6	(8,064.8)	-10.6%
Facilities Management & Real Estate	118,956.2	109,798.7	(9,157.5)	-7.7%	170,286.5	167,908.0	(2,378.5)	-1.4%
Fleet Services	32,153.0	33,755.3	1,602.3	5.0%	48,078.1	48,946.0	867.9	1.8%
Information & Technology	62,854.5	54,349.6	(8,504.9)	-13.5%	86,236.1	77,917.6	(8,318.5)	-9.6%
Sub-Total Internal Services	278,165.7	253,644.5	(24,521.2)	-8.8%	395,880.2	374,917.7	(20,962.5)	-5.3%
City Manager								
City Manager's Office	28,381.6	28,450.6	69.0	0.2%	42,649.7	41,129.4	(1,520.3)	-3.6%
Sub-Total City Manager	28,381.6	28,450.6	69.0	0.2%	42,649.7	41,129.4	(1,520.3)	-3.6%
Other City Programs								
City Clerk's Office	40,322.4	37,095.3	(3,227.1)	-8.0%	59,924.7	58,025.0	(1,899.7)	-3.2%
Legal Services	29,654.5	29,522.7	(131.8)	-0.4%	39,539.4	38,757.3	(782.1)	-2.0%
Mayor's Office	1,771.6	1,637.3	(134.3)	-7.6%	2,560.8	2,415.8	(145.0)	-5.7%
City Council	14,286.6	13,041.8	(1,244.8)	-8.7%	20,337.8	20,337.8	0.0	0.0%
Sub-Total Other City Programs	86,035.1	81,297.1	(4,738.0)	-5.5%	122,362.7	119,535.9	(2,826.8)	-2.3%
Accountability Offices								
Auditor General's Office	2,869.9	2,734.2	(135.7)	-4.7%	4,283.2	4,226.0	(57.2)	-1.3%
Integrity Commissioner's Office	139.3	138.7	(0.6)	-0.4%	204.0	204.0	0.0	0.0%
Lobbyist Registrar's Office	626.3	437.7	(188.6)	-30.1%	906.5	676.5	(230.0)	-25.4%
Ombudsman's Office	914.8	873.4	(41.4)	-4.5%	1,354.5	1,354.5	0.0	0.0%
Sub-Total Council Appointed Programs	4,550.3	4,184.0	(366.3)	-8.1%	6,748.2	6,461.0	(287.2)	-4.3%
TOTAL - CITY OPERATIONS	3,564,338.7	3,237,364.7	(326,974.0)	-9.2%	4,990,929.0	4,808,041.5	(182,887.5)	-3.7%



CITY OF TORONTO
CONSOLIDATED GROSS EXPENDITURES VARIANCE
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2010
 (\$000s)

	September 30, 2010				December 31, 2010			
	Year-To-Date		Actual vs Budget		Year-End		Projection vs Budget	
	Budget	Actual	Over / (Under)	%	Budget	Projection	Over / (Under)	%
Agencies								
Toronto Public Health	152,877.6	149,174.1	(3,703.5)	-2.4%	220,114.4	218,225.9	(1,888.5)	-0.9%
Toronto Public Library	132,197.6	133,364.3	1,166.7	0.9%	183,005.6	184,542.2	1,536.6	0.8%
Association of Community Centres	5,572.2	5,572.2	0.0	0.0%	7,429.6	7,429.6	0.0	0.0%
Exhibition Place	53,297.9	54,161.4	863.5	1.6%	62,936.9	62,366.2	(570.7)	-0.9%
Heritage Toronto	402.8	451.9	49.1	12.2%	712.8	622.7	(90.1)	-12.6%
Theatres	9,597.3	11,180.4	1,583.1	16.5%	20,618.1	20,318.1	(300.0)	-1.5%
Toronto Zoo	34,466.9	31,790.0	(2,676.9)	-7.8%	45,328.3	42,747.6	(2,580.7)	-5.7%
Atena Boards of Management	4,796.8	4,119.1	(677.7)	-14.1%	6,395.7	6,412.6	16.9	0.3%
Yonge Dundas Square	1,322.0	1,600.0	278.0	21.0%	1,762.8	2,142.0	379.2	21.5%
Toronto & Region Conservation Authority	25,855.7	25,566.9	(288.8)	-1.1%	35,583.9	35,583.9	0.0	0.0%
Toronto Transit Commission - Conventional	1,024,362.5	1,014,251.0	(10,111.5)	-1.0%	1,371,467.5	1,353,600.0	(17,867.5)	-1.3%
Toronto Transit Commission - Wheel Trans	65,266.1	65,973.8	707.7	1.1%	87,433.2	89,415.4	1,982.2	2.3%
Toronto Police Service	664,264.9	664,564.9	300.0	0.0%	953,974.3	954,374.3	400.0	0.0%
Toronto Police Services Board	1,409.1	1,409.1	0.0	0.0%	2,347.8	2,347.8	0.0	0.0%
TOTAL - AGENCIES	2,175,689.4	2,163,179.1	(12,510.3)	-0.6%	2,999,110.8	2,980,128.3	(18,982.5)	-0.6%
Corporate Accounts								
Community Partnership and Investment Program	37,123.5	37,123.5	0.0	0.0%	49,498.0	49,498.0	0.0	0.0%
Capital & Corporate Financing	461,591.0	461,591.0	0.0	0.0%	615,454.6	589,029.6	(26,425.0)	-4.3%
Non-Program Expenditures								
- Tax Deficiencies/Write-offs	51,691.5	54,792.4	3,100.9	6.0%	68,922.0	77,200.9	8,278.9	12.0%
- Assessment Function (MPAC)	26,311.1	26,311.1	0.0	0.0%	35,100.0	35,081.5	(18.5)	-0.1%
- Temporary Borrowing	50.0	0.0	(50.0)	-100.0%	50.0	0.0	(50.0)	-100.0%
- Funding of Employee Related Liabilities	35,598.2	35,595.7	(2.5)	0.0%	47,464.2	47,461.7	(2.5)	0.0%
- Contingency	0.0	0.5	0.5	n/a	0.0	0.5	0.5	n/a
- Other Corporate Expenditures	20,528.5	19,237.7	(1,290.8)	-6.3%	27,371.4	25,650.3	(1,721.1)	-6.3%
- Insurance Premiums & Claims	380.0	380.0	0.0	0.0%	380.0	380.0	0.0	0.0%
- Parking Tag Enforcement & Oper.	38,094.2	36,330.5	(1,763.7)	-4.6%	54,619.7	53,419.6	(1,200.1)	-2.2%
- Programs Funded from Reserve Funds	114,568.1	114,568.1	0.0	0.0%	135,886.8	133,488.4	(2,398.4)	-1.8%
- Vacancy Rebate Program	17,595.0	17,584.0	(11.0)	-0.1%	23,460.0	33,467.8	10,007.8	42.7%
- Heritage Property Taxes Rebate	0.0	0.0	0.0	n/a	3,500.0	(981.9)	(4,481.9)	-128.1%
- Tax Rebates for Registered Charities	6,795.8	6,795.8	0.0	0.0%	6,795.8	6,795.8	0.0	0.0%
- Solid Waste Management Rebates	136,794.0	130,269.2	(6,524.8)	-4.8%	192,391.9	171,534.0	(20,857.9)	-10.9%
- Street & Expressway Lighting Services	21,906.9	28,018.7	6,111.8	27.9%	29,209.2	35,622.7	6,413.5	22.0%
- Pandemic Influenza Stockpiling	0.0	0.0	0.0	n/a	3,000.0	3,000.0	0.0	0.0%
Non-Program Expenditures	470,313.3	469,883.7	(429.6)	-0.1%	618,150.9	622,121.3	3,970.4	0.6%
Non-Program Revenue								
- Interest/Investment Earnings	437.8	646.5	208.7	47.7%	583.7	862.0	278.3	47.7%
- Prior Year Surplus	0.0	83,088.0	83,088.0	n/a	0.0	83,088.0	83,088.0	n/a
- Other Corporate Revenues	584.1	558.3	(25.8)	-4.4%	778.8	728.2	(50.6)	-6.5%
- Municipal Land Transfer Tax	4,212.2	3,919.3	(292.9)	-7.0%	5,616.3	6,600.0	983.7	17.5%
- Personal Vehicle Tax	1,235.8	1,094.5	(141.3)	-11.4%	1,647.7	1,484.2	(163.5)	-9.9%
- Third Party Sign Tax	3,216.0	1,061.8	(2,154.2)	-67.0%	4,288.0	1,415.8	(2,872.2)	-67.0%
- Other Tax Revenues	0.0	64.3	64.3	n/a	0.0	613.6	613.6	n/a
Non-Program Revenues	9,685.9	90,432.7	80,746.9	833.7%	12,914.5	94,191.3	81,277.3	629.3%
TOTAL - CORPORATE ACCOUNTS	978,713.7	1,059,030.9	80,317.3	8.2%	1,296,018.1	1,354,840.8	58,822.7	4.5%
LEVY OPERATING GROSS EXPENDITURES	6,718,741.8	6,459,574.8	(259,167.0)	-3.9%	9,286,057.9	9,143,010.6	(143,047.3)	-1.5%
NON LEVY OPERATIONS								
Solid Waste Management Services	182,897.7	180,160.6	(2,737.1)	-1.5%	319,923.8	313,991.3	(5,932.5)	-1.9%
Toronto Parking Authority	51,538.6	51,633.8	95.2	0.2%	68,718.1	68,845.0	126.9	0.2%
Toronto Water	554,975.8	544,335.7	(10,640.1)	-1.9%	767,707.7	753,311.5	(14,396.2)	-1.9%
NON LEVY OPERATING GROSS EXPENDITURES	789,412.1	776,130.1	(13,282.0)	-1.7%	1,156,349.6	1,136,147.8	(20,201.8)	-1.7%



CITY OF TORONTO
CONSOLIDATED REVENUES VARIANCE
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2010
(\$000s)

	September 30, 2010				December 31, 2010			
	Year-To-Date		Actual vs Budget		Year-End		Projection vs Budget	
	Budget	Actual	Over / (Under)	%	Budget	Projection	Over / (Under)	%
Citizen Centred Services "A"								
Affordable Housing Office	1,379.7	985.8	(393.9)	-28.5%	1,888.2	1,483.0	(405.2)	-21.5%
Children's Services	241,257.3	237,995.2	(3,262.1)	-1.4%	308,791.2	302,515.0	(6,276.2)	-2.0%
Court Services	40,165.8	34,278.4	(5,887.4)	-14.7%	62,161.8	55,161.8	(7,000.0)	-11.3%
Economic Development & Culture	7,324.2	7,023.7	(300.5)	-4.1%	9,507.9	9,807.9	300.0	3.2%
Emergency Medical Services	82,656.4	76,178.7	(6,477.7)	-7.8%	108,347.5	102,245.0	(6,102.5)	-5.6%
Long Term Care Homes and Services	130,389.9	125,363.5	(5,026.4)	-3.9%	173,853.2	169,853.2	(4,000.0)	-2.3%
Parks, Forestry & Recreation	72,942.4	67,837.5	(5,104.9)	-7.0%	99,963.2	97,963.2	(2,000.0)	-2.0%
Shelter, Support & Housing Administration	468,743.8	393,889.3	(74,854.5)	-16.0%	630,625.6	702,606.8	71,981.2	11.4%
Social Development, Finance & Administration	9,585.2	7,679.0	(1,906.2)	-19.9%	13,248.0	12,042.1	(1,205.9)	-9.1%
Toronto Employment & Social Services	747,659.8	622,897.9	(124,761.9)	-16.7%	1,033,771.6	887,912.6	(145,859.0)	-14.1%
311 Customer Service Strategy	6,119.1	4,747.4	(1,371.7)	-22.4%	8,348.0	6,356.3	(1,991.7)	-23.9%
Sub-Total Citizen Centred Services "A"	1,808,223.6	1,578,876.4	(229,347.2)	-12.7%	2,450,506.1	2,347,946.9	(102,559.2)	-4.2%
Citizen Centred Services "B"								
City Planning	17,137.2	15,296.5	(1,840.7)	-10.7%	23,145.3	20,557.2	(2,588.1)	-11.2%
Fire Services	11,583.3	7,829.7	(3,753.6)	-32.4%	15,244.7	13,691.1	(1,553.6)	-10.2%
Municipal Licensing & Standards	19,084.5	19,328.2	243.7	1.3%	31,298.7	26,765.4	(4,533.3)	-14.5%
Policy, Planning, Finance and Administration	10,210.4	7,752.2	(2,458.2)	-24.1%	13,665.6	11,654.2	(2,011.4)	-14.7%
Technical Services	35,417.4	31,018.0	(4,399.4)	-12.4%	56,525.5	53,475.5	(3,050.0)	-5.4%
Toronto Building	47,887.6	51,155.5	3,267.9	6.8%	56,630.3	55,377.7	(1,252.6)	-2.2%
Toronto Environment Office	8,393.5	3,330.3	(5,063.2)	-60.3%	11,236.3	9,086.0	(2,150.3)	-19.1%
Transportation Services	59,456.0	44,206.2	(15,249.8)	-25.6%	106,175.2	101,158.5	(5,016.7)	-4.7%
Waterfront Secretariat	377.2	351.3	(25.9)	-6.7%	590.0	590.0	0.0	0.0%
Sub-Total Citizen Centred Services "B"	209,547.1	180,268.4	(29,278.7)	-14.0%	314,511.5	292,355.6	(22,155.9)	-7.0%
Internal Services								
Office of the Chief Financial Officer	4,937.6	2,819.4	(2,118.2)	-42.9%	6,583.5	3,962.8	(2,620.7)	-39.8%
Office of the Treasurer	34,168.8	29,609.7	(4,559.1)	-13.2%	45,558.4	40,980.6	(4,577.8)	-10.0%
Facilities Management & Real Estate	60,369.9	54,003.6	(6,366.3)	-10.5%	115,998.6	114,101.7	(1,896.9)	-1.6%
Fleet Services	35,062.3	38,066.4	3,004.1	8.6%	48,076.9	50,688.0	2,611.1	5.4%
Information & Technology	14,355.6	6,635.0	(7,720.6)	-53.8%	24,521.4	18,521.4	(6,000.0)	-24.5%
Sub-Total Internal Services	149,394.2	131,199.1	(18,195.1)	-12.2%	240,738.7	228,254.5	(12,484.2)	-5.2%
City Manager								
City Manager's Office	3,091.3	2,977.1	(114.2)	-3.7%	5,220.7	4,075.4	(1,145.3)	-21.9%
Sub-Total City Manager	3,091.3	2,977.1	(114.2)	-3.7%	5,220.7	4,075.4	(1,145.3)	-21.9%
Other City Programs								
City Clerk's Office	12,548.9	11,238.6	(1,310.3)	-10.4%	23,267.7	22,067.7	(1,200.0)	-5.2%
Legal Services	14,658.8	15,967.9	1,309.1	8.9%	19,545.1	20,410.7	865.6	4.4%
Mayor's Office	0.0	0.0	0.0	n/a	0.0	0.0	0.0	n/a
City Council	0.0	2.6	2.6	n/a	700.0	700.0	0.0	0.0%
Sub-Total Other City Programs	27,207.7	27,209.1	1.4	0.0%	43,512.8	43,178.4	(334.4)	-0.8%
Accountability Offices								
Auditor General's Office	0.0	0.0	0.0	n/a	0.0	0.0	0.0	n/a
Integrity Commissioner's Office	0.0	0.0	0.0	n/a	0.0	0.0	0.0	n/a
Lobbyist Registrar's Office	0.0	0.0	0.0	n/a	0.0	0.0	0.0	n/a
Ombudsman's Office	0.0	0.0	0.0	n/a	0.0	0.0	0.0	n/a
Sub-Total Council Appointed Programs	0.0	0.0	0.0	n/a	0.0	0.0	0.0	n/a
TOTAL - CITY OPERATIONS	2,197,463.9	1,920,530.1	(276,933.8)	-12.6%	3,054,489.8	2,915,810.8	(138,679.0)	-4.5%



CITY OF TORONTO
CONSOLIDATED REVENUES VARIANCE
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2010
(\$000s)

	September 30, 2010				December 31, 2010			
	Year-To-Date		Actual vs Budget		Year-End		Projection vs Budget	
	Budget	Actual	Over / (Under)	%	Budget	Projection	Over / (Under)	%
Agencies								
Toronto Public Health	123,319.9	120,072.3	(3,247.6)	-2.6%	175,946.7	174,618.7	(1,328.0)	-0.8%
Toronto Public Library	12,329.8	13,569.6	1,239.8	10.1%	15,906.0	17,475.2	1,569.2	9.9%
Association of Community Centres	141.8	141.8	0.0	0.0%	189.1	189.1	0.0	0.0%
Exhibition Place	54,720.4	56,184.3	1,463.9	2.7%	62,901.8	63,524.6	622.8	1.0%
Heritage Toronto	128.5	177.6	49.1	38.2%	347.1	257.0	(90.1)	-26.0%
Theatres	6,239.5	7,412.6	1,173.1	18.8%	17,129.6	16,439.8	(689.8)	-4.0%
Toronto Zoo	29,631.0	26,860.1	(2,770.9)	-9.4%	33,940.0	31,367.4	(2,572.6)	-7.6%
Arena Boards of Management	4,801.3	4,323.4	(477.9)	-10.0%	6,401.7	6,418.8	17.1	0.3%
Yonge Dundas Square	915.0	1,450.0	535.0	58.5%	1,219.0	1,626.0	407.0	33.4%
Toronto & Region Conservation Authority	23,186.6	22,897.9	(288.7)	-1.2%	32,314.5	32,314.5	0.0	0.0%
Toronto Transit Commission - Conventional	699,205.5	724,878.0	25,672.5	3.7%	941,663.0	983,795.5	42,132.5	4.5%
Toronto Transit Commission - Wheel Trans	3,582.5	3,802.1	219.6	6.1%	4,757.3	5,239.5	482.2	10.1%
Toronto Police Service	55,903.3	54,478.3	(1,425.0)	-2.5%	65,754.5	63,854.5	(1,900.0)	-2.9%
Toronto Police Services Board	0.0	0.0	0.0	n/a	0.0	0.0	0.0	n/a
TOTAL - AGENCIES	1,014,105.1	1,036,248.0	22,142.9	2.2%	1,358,470.4	1,397,120.6	38,650.2	2.8%
Corporate Accounts								
Community Partnership and Investment Program	2,097.0	2,097.0	0.0	0.0%	2,796.0	2,796.0	0.0	0.0%
Capital & Corporate Financing	22,813.3	22,813.3	0.0	0.0%	30,417.7	30,417.7	0.0	0.0%
Non-Program Expenditures								
- Other Corporate Expenditures	1,226.3	798.8	(427.5)	-34.9%	1,635.0	1,065.0	(570.0)	-34.9%
- Programs Funded from Reserve Funds	114,568.1	114,568.1	0.0	0.0%	135,886.8	133,488.4	(2,398.4)	-1.8%
- Tax Rebates for Registered Charities	6,795.8	6,795.8	0.0	0.0%	6,795.8	6,795.8	0.0	0.0%
- Street & Expressway Lighting Services	880.0	880.0	0.0	0.0%	880.0	880.0	0.0	0.0%
Non-Program Expenditures	123,470.2	123,032.7	(437.5)	-0.3%	145,197.5	142,229.2	(2,968.3)	-2.0%
Non-Program Revenue								
- Payments in Lieu of Taxes	92,281.2	91,121.4	(1,159.8)	-1.3%	92,281.2	90,531.5	(1,749.7)	-1.9%
- Supplementary Taxes	22,500.0	34,400.0	11,900.0	52.9%	30,000.0	69,500.0	39,500.0	131.7%
- Tax Penalties	24,191.2	24,065.6	(125.6)	-0.5%	30,000.0	31,000.0	1,000.0	3.3%
- Interest/Investment Earnings	71,250.0	93,750.0	22,500.0	31.6%	95,000.0	125,000.0	30,000.0	31.6%
- Prior Year Surpluses	276,509.0	359,597.0	83,088.0	30.0%	276,509.0	359,597.0	83,088.0	30.0%
- Other Corporate Revenues	4,894.2	5,024.4	130.2	2.7%	8,219.7	8,349.9	130.2	1.6%
- Toronto Hydro Revenues	41,209.5	41,209.5	0.0	0.0%	54,946.0	54,946.0	0.0	0.0%
- Provincial Revenue	68,700.0	68,700.0	0.0	0.0%	147,600.0	145,853.0	(1,747.0)	-1.2%
- Municipal Land Transfer Tax	132,083.5	208,297.3	76,213.8	57.7%	176,111.3	266,000.0	89,888.7	51.0%
- Personal Vehicle Tax	37,235.3	40,323.7	3,088.4	8.3%	49,647.0	52,484.2	2,837.2	5.7%
- Third Party Sign Tax	5,850.0	5,850.0	0.0	0.0%	7,800.0	7,800.0	0.0	0.0%
- Parking Authority Revenues	33,236.4	33,236.4	0.0	0.0%	44,315.2	44,317.2	2.0	0.0%
- Administrative Support Recoveries - Water	14,229.8	14,229.8	0.0	0.0%	18,973.0	18,973.0	0.0	0.0%
- Administrative Support Recoveries - Health & EMS	12,245.0	12,245.0	0.0	0.0%	16,326.7	16,326.7	0.0	0.0%
- Parking Tag Enforcement & Oper.	60,673.9	58,871.3	(1,802.6)	-3.0%	80,898.6	80,898.6	0.0	0.0%
- Other Tax Revenues	15,081.8	15,540.1	458.3	3.0%	15,081.8	15,560.1	478.3	3.2%
- Woodbine Slots	12,375.0	11,573.0	(802.0)	-6.5%	16,500.0	15,309.0	(1,191.0)	-7.2%
Non-Program Revenues	924,545.8	1,118,034.5	193,488.7	20.9%	1,160,209.5	1,402,446.2	242,236.7	20.9%
TOTAL - CORPORATE ACCOUNTS	1,072,926.2	1,265,987.4	193,061.2	18.0%	1,338,620.7	1,577,889.0	239,268.3	17.9%
LEVY OPERATING REVENUES	4,284,495.2	4,222,765.5	(61,729.7)	-1.4%	5,751,580.9	5,890,820.4	139,239.5	2.4%
NON LEVY OPERATIONS								
Solid Waste Management Services	155,483.2	189,398.5	33,915.3	21.8%	319,923.8	313,378.7	(6,545.1)	-2.0%
Toronto Parking Authority	93,314.4	93,940.3	625.9	0.7%	124,419.2	125,253.7	834.5	0.7%
Toronto Water	587,776.4	575,584.9	(12,191.5)	-2.1%	767,707.7	753,401.1	(14,306.6)	-1.9%
NON LEVY OPERATING REVENUES	836,574.0	858,923.7	22,349.7	2.7%	1,212,050.7	1,192,033.5	(20,017.2)	-1.7%

**CITY OF TORONTO
BUDGET ADJUSTMENTS
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2010
(\$000s)**

Appendix D

	Gross Expenditure	Revenue	Net Expenditure	Position
Citizen Centred Service "A"				
Parks, Forestry & Recreation				
Transfer CAN-BIKE funding from Transportation	54.0		54.0	
Total Parks, Forestry & Recreation	54.0		54.0	
Social Development Finance & Administration				
To correct the provincial subsidy calculation to reflect 50% Cost sharing for COA expenditures in SDFA				
		(259.6)	259.6	
Total Social Development Finance & Administration		(259.6)	259.6	
Toronto Employment & Social Services				
To recover provincial subsidy calculated in error in SDFA For COA expenditures				
		259.6	(259.6)	
Total Toronto Employment & Social Services		259.6	(259.6)	
Total Citizen Centred Service "A"	54.0	0.0	54.0	
Citizen Centred Service "B"				
Transportation Services				
Organizational change – Delete a vacant Manager, Road Operations To create a Manager, Traffic Operations position in Org Unit NYCC	140.4		140.4	1.0
Organizational change – Transfer existing position, Manager, Traffic Operations from Org Unit NYCC to Org Unit TIM	(140.4)		(140.4)	(1.0)
Transfer CAN-BIKE funding to Parks, Forestry & Recreation	(54.0)		(54.0)	
Total Transportation Services	(54.0)		(54.0)	0.0
Total Citizen Centred Service "B"	(54.0)		(54.0)	0.0
Internal Services				
Facilities & Real Estate				
Organizational changes - Transfer 3 positions in Administrative Development and Portfolio Planning from Facilities	462.6	227.7	234.9	3.0
Organizational changes - Transfer 3 positions in Administrative Development and Portfolio Planning to Real Estate	(462.6)	(227.7)	(234.9)	(3.0)
Total Facilities & Real Estate	0.0	0.0	0.0	0.0

**CITY OF TORONTO
BUDGET ADJUSTMENTS
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2010
(\$000s)**

Appendix D

	Gross Expenditure	Revenue	Net Expenditure	Position
Information & Technology				
Transfer funding from Clerks to establish an Information Mgmt Services function in I.T.	489.9	351.9	138.0	4.0
Total Information & Technology	489.9	351.9	138.0	4.0
Total Internal Services	489.9	351.9	138.0	4.0
City Manager				
City Manager's Office				
Transfer funding from Non-Program for the Enfranchisement of Voters	250.0		250.0	
Total City Manager's Office	250.0		250.0	
Total City Manager	250.0		250.0	
Other City Programs				
City Clerk's Office				
Transfer funding to IT to establish an Information Mgmt Services function	(489.9)	(351.9)	(138.0)	(4.0)
Total City Clerk's Office	(489.9)	(351.9)	(138.0)	(4.0)
Total Other City Programs	(489.9)	(351.9)	(138.0)	(4.0)
Agencies				
Toronto Public Health				
Enhanced Hepatitis Strain Surveillance extension received from Federal Govt. 1 position added for 9 months	41.2	41.2	0.0	0.8
2009 Capital funding for capital funded positions carried forward to 2010 to complete 2009 capital projects	817.1	817.1	0.0	6.6
Total Toronto Public Health	858.3	858.3	0.0	7.4
Total Agencies	858.3	858.3	0.0	7.4

**CITY OF TORONTO
BUDGET ADJUSTMENTS
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2010
(\$000s)**

Appendix D

	Gross Expenditure	Revenue	Net Expenditure	Position
Corporate Accounts				
Non-Program Expenditure Budget				
Transfer funding to City Manager's Office for the Enfranchisement of Voters	(250.0)		(250.0)	
Total Non-Program Expenditures	<u>(250.0)</u>		<u>(250.0)</u>	
Total Non-Program Expenditure Budget	<u>(250.0)</u>		<u>(250.0)</u>	
Total	<u><u>858.3</u></u>	<u><u>858.3</u></u>	<u><u>0.0</u></u>	<u><u>7.4</u></u>

CITY OF TORONTO 2010 OPERATING BUDGET Budget Adjustments for (\$000's)			
Insurance Adjustment: Reallocation of \$620K from Non Program			
Department / Program	Expenditure	Revenue	Net
Citizen Centred Service "A"			
Children's Services	11.2		11.2
Court Services	1.1		1.1
Economic Development, Culture	1.6		1.6
Emergency Medical Services	13.3		13.3
Long Term Care Homes & Services	9.9		9.9
Parks, Forestry & Recreation	57.3		57.3
Shelter Support & Housing Administration	19.3		19.3
Social Development, Finance & Administration	0.6		0.6
Social Services	9.1		9.1
3-1-1 Project Management Office	0.4		0.4
Sub-Total Citizen Centred Service "A"	123.8	0.0	123.8
Citizen Centred Service "B"			
City Planning	0.9		0.9
Fire Services	48.4		48.4
Municipal Licensing & Standards	3.7		3.7
Policy, Planning, Finance & Administration	0.8		0.8
Technical Services	3.0		3.0
Toronto Building	22.7		22.7
Toronto Environment Office	1.5		1.5
Transportation Services	221.5		221.5
Sub-Total Citizen Centred Service "B"	302.5	0.0	302.5
Internal Services			
Chief Financial Officer's Services	0.5		0.5
Treasury Services	1.7		1.7
Facilities & Real Estate	26.3		26.3
Fleet Services	1.3		1.3
Information & Technology	1.9		1.9
Sub-Total Internal Services	31.7	0.0	31.7
City Manager			
City Manager's Office	0.1		0.1
Sub-Total City Manager	0.1	0.0	0.1
Other City Programs			
City Clerk's Office	2.5		2.5
Legal Services	1.0		1.0
Office of the Mayor	0.1		0.1
City Council	1.2		1.2
Sub-Total Other City Programs	-4.8	-	-4.8
Accountability Offices			
Auditor General's Office	0.1		0.1
Integrity Commissioner's Office	0.1		0.1
Sub-Total Accountability Offices	0.2	0.0	0.2
TOTAL - CITY OPERATIONS	463.1	0.0	463.1
Agencies			
Toronto Public Health	5.7		5.7
Toronto Public Library	6.3		6.3
Association of Community Centers	1.2		1.2
Exhibition Place	9.1		9.1
Theatres	1.0		1.0
Toronto Zoo	3.1		3.1
Toronto Police Service	130.5		130.5
TOTAL - AGENCIES	156.9	0.0	156.9
Corporate Accounts			
Non-Program Expenditures			
- Insurance Premiums & Claims	(620.0)		(620.0)
Non-Program Expenditures	(620.0)	0.0	(620.0)
TOTAL - CORPORATE ACCOUNTS	(620.0)	0.0	(620.0)
TOTAL LEVY OPERATING BUDGET (GROSS EXPENDITURES)	(0.0)	0.0	(0.0)

**Operating Variance Report
For Nine-Month Period Ended September 30, 2010
Significant Variance by Program and Agency**

City Operations

Citizen Centred Services "A"

As shown in Table 2 below, Citizen Centred Services "A" reported a favourable net variance of \$14.409 million or 2.0% below planned net expenditures for the nine-month period ended September 30, 2010 and projects a year-end favourable net variance of \$14.131 million or 1.3% under the 2010 Approved Operating Net Budget. The reasons for these variances are discussed below.

Table 2 Citizen Centred Services "A" Net Expenditure Variance (\$ Million)		
	Sep 2010 Over/(Under)	Projected Y/E 2010 Over/(Under)
Affordable Housing Office	0.0	(0.0)
Children's Services	0.0	0.0
Court Services	3.9	5.0
Economic Development and Culture	(0.4)	(0.2)
Emergency Medical Services	3.2	4.3
Long Term Care Homes and Services	(0.8)	(0.7)
Parks, Forestry & Recreation	(0.8)	(0.5)
Shelter, Support & Housing Administration	(2.4)	0.0
Social Development, Finance & Administration	(0.2)	(0.2)
Toronto Employment & Social Services	(17.0)	(21.4)
311 Customer Service Strategy	(0.0)	(0.4)
Total	(14.4)	(14.1)

Toronto Employment and Social Services (TESS) is projecting a favourable net variance of \$21.419 million by year-end due to lower than budgeted caseload, lower social assistance costs because of case mix change (higher proportion of singles as compared to families), and lower cost of administration expenditures as a result of delayed hiring of caseload contingent staff and savings from cost containment measures.

The average actual monthly caseload for the nine-months ended September 30, 2010, was 94,508 compared to the budget of 102,021. Due to the continuing economic and labour market uncertainty in certain sectors of the domestic and global economy, TESS will carefully monitor caseload for the remainder of the year.

Emergency Medical Services (EMS) projects an unfavourable net expenditure variance of \$4.314 million over the 2010 Approved Net Operating Budget at year-end. This is mainly attributed to the following:

- An estimated Salary and Benefit over-expenditure of \$1.622 million due to unachieved gapping; and
- Lower than budgeted non-tax revenues of \$2.692 million primarily because of underfunding of the Central Ambulance Communication Centre (CACC) Program by the Province. EMS is continuing to negotiate with the Ministry of Health and Long Term Care for full funding of the CACC program for 2010.

Court Services' projected year-end net unfavourable variance is anticipated to be \$4.963 million. The unfavourable year-end variance is the result of the following:

- Revenue shortfall attributed to high growth of unpaid fines in the amount of \$7.8 million; and
- Higher than budgeted overtime costs of police officers due to an increase in trial rates. To address the higher than budgeted police overtime expenditures, more tickets/charges will continue to be added to each officer attending court, thereby reducing the frequency of court appearances per officer. However, with increasing trial rates, this will continue to be a challenge.

Citizen Centred Services "B"

As indicated in Table 3 below, Citizen Centred Services "B" Programs collectively reported a favourable net expenditure variance of \$24.382 million or 5.7% under planned expenditures for the nine months ended September 30, 2010. The Cluster projects a favourable net expenditure variance of \$18.445 million or 3.1% under the 2010 Approved Net Operating Budget by year-end. Major causes of the variances are discussed below.

Table 3 Citizen Centred Services "B" Net Expenditure Variance (\$ Million)		
	Sep 2010 Over/(Under)	Projected Y/E 2010 Over/(Under)
City Planning	(1.0)	(0.0)
Fire Services	1.0	(0.0)
Municipal Licensing & Standards	(1.1)	2.1
Policy, Planning, Finance and Administration	(1.0)	(1.2)
Technical Services	0.6	(0.8)
Toronto Building	(5.4)	(0.0)
Toronto Environment Office	(0.2)	(0.1)
Transportation Services	(17.1)	(18.3)
Waterfront Secretariat	(0.1)	(0.1)
Total	(24.4)	(18.4)

Municipal Licensing and Standards reported a favourable net expenditure variance of \$1.133 million below planned expenditures for the nine months ended September 30, 2010. The favourable variance was primarily the result of savings of \$0.342 million due to higher than planned gapping and non-staff discretionary expenditure savings in the amount of \$0.546 million. However, the Program projects a year-end unfavourable net expenditure variance of \$2.082 million or 10.8%, primarily due to the underachievement of Business Licenses and Animal Services License revenues for the 4th quarter of 2010.

Policy, Planning, Finance and Administration (PPF&A) is projecting a favourable net expenditure variance of \$1.212 million under the 2010 Approved Net Budget by year-end. This favourable year-end variance is directly attributed to under-spending of salaries and benefits due to the large number of vacancies in PPF&A since the introduction of the hiring slowdown.

Technical Services anticipates a favourable net expenditure variance of \$0.802 million under the 2010 Approved Operating Budget at year-end due to difficulties in filling engineering positions.

Transportation Services reported a year-to-date favourable net variance of \$17.143 million or 12.0 % under planned expenditures as at September 30, 2010.

- Gross expenditures were under budget by \$32.393 million primarily due to savings in salaries and benefits resulting from the hiring slow down cost containment measure (\$4.634 million) and under spending in Winter Maintenance as a result of the mild weather in the past winter season (\$12.752 million) and Utility Cut Repair Program because of lower than anticipated work on utility company projects (\$11.460 million).

- This was partially offset by an unfavourable revenue variance of \$15.250 million mainly due to under achieved revenues for lower than planned utility cut repairs(\$10.937 million) and surface repairs (\$2.032 million).

Contingent upon prevailing weather conditions and maintaining normal winter maintenance expenditures, Transportation Services is projecting a year-end net under-expenditure of \$18.322 million or 10.1%. The favourable variance is due to projected savings in winter maintenance (\$23.388 million) which will be partially offset by under achieved revenues from utility cut repairs and pavement degradation fees (\$3.092 million).

Internal Services

As show in Table 4 below, during the nine months ended September 30, 2010, Internal Services Programs collectively reported a favourable net expenditure variance of \$6.326 million or 4.9% under planned expenditures, and project a year-end favourable variance of \$8.478 million or 5.5% under the 2010 Approved Operating Net Budget due to the following:

Table 4 Internal Services Net Expenditure Variance (\$ Million)		
	Sep 2010 Over/(Under)	Projected Y/E 2010 Over/(Under)
Office of the Chief Financial Officer	(0.2)	(0.4)
Office of the Treasurer	(1.6)	(3.5)
Facilities Management & Real Estate	(2.3)	(0.5)
Fleet Services	(1.4)	(1.7)
Information & Technology	(0.8)	(2.3)
Total	(6.3)	(8.5)

- Hiring slow-down of \$4.5 million net within Internal Services.
- Lower fuel costs of \$1.6 million but offset by an increase of \$0.4 million in renovation costs for Bermondsey and Ingram yards in Fleet Services.
- Reduced non-salary costs of \$1.7 million for MLTT initiative by the Office of Treasurer.
- Cost reductions of \$1.0 million on new tax and billing printing contract, maintenance contract, lower training costs and constraints on discretionary spending on equipment and supplies by the Office of Treasurer and Information Technology.

City Manager's Office

The *City Manager's Office* (CMO) reported an unfavourable net expenditure variance of \$0.183 million or 0.7% over planned expenditures primarily due to the high cost of translation and interpretation services that were required to print "Our Toronto" communication in various languages. The Program is projecting a favourable net variance at year-end of \$0.375 million under the 2010 Approved Net Operating Budget primarily due to cost containment measures that have been implemented.

Table 5 City Manager Office Net Expenditure Variance (\$ Million)		
	Sep 2010 Over/(Under)	Projected Y/E 2010 Over/(Under)
City Manager's Office	0.2	(0.4)

Other City Programs

Other City Programs (see Table 6 below) reported a favourable variance of \$4.739 million or 8.1% under planned expenditures for the nine-month period ended September 30, 2010; and project a year-end favourable net variance of \$2.492 million or 3.2% under the 2010 Approved Operating Net Budget. The favourable year-end projected variance is attributed to the City Clerk's Office and Legal Services.

Table 6 Other City Programs Net Expenditure Variance (\$ Million)		
	Sep 2010 Over/(Under)	Projected Y/E 2010 Over/(Under)
City Clerk's Office	(1.9)	(0.7)
Legal Services	(1.4)	(1.6)
Mayor's Office	(0.1)	(0.1)
City Council	(1.2)	0.0
Total	(4.7)	(2.5)

The City Clerk's Office projects a favourable net expenditure variance at year-end of \$0.7 million for the nine-month period ended September 30, 2010 primarily due to salary and benefit cost savings arising from the hiring slowdown resulting in higher than planned vacancies and gapping, partially offset by under-achieved revenues from client demand-driven printing, design and mailing services.

Legal Services projects a favourable net expenditure variance at year-end of \$1.648 million due to hiring delays and higher than expected staff leaves of absence as well as savings on training and equipment.

Accountability Offices

Accountability Offices collectively realized a net under expenditure of \$0.366 million or 8.1% below planned expenditures for the nine-month period ended September 30, 2010. Overall, these Offices project under-spending of \$0.287 million net or 4.3% of their collective 2010 Approved Net Operating Budget at year-end.

Table 7 Accountability Offices Net Expenditure Variance (\$ Million)		
	Sep 2010 Over/(Under)	Projected Y/E 2010 Over/(Under)
Auditor General's Office	(0.1)	(0.1)
Integrity Commissioner's Office	(0.0)	0.0
Lobbyist Registrar's Office	(0.2)	(0.2)
Ombudsman's Office	(0.0)	0.0
Total	(0.4)	(0.3)

Agencies

Agencies collectively reported a favourable variance of \$34.653 million or 3.0% below planned net expenditures for the nine-month period ended September 30, 2010 and project net under-expenditure at year-end of \$57.633 million or 3.5% below the 2010 Approved Net Operating Budget. As outlined in Table 8 below, the favourable year-end projection is largely attributed to Toronto Transit Commission – Conventional as a result of higher than budgeted passenger revenues and higher overall average fare. It is projected that TTC ridership will approximate 477 million rides representing an increase of 15 million riders over the budgeted amount of 462 million at year-end.

	Sep 2010 Over/(Under)	Projected Y/E 2010 Over/(Under)
Toronto Public Health	(0.5)	(0.6)
Toronto Public Library	(0.1)	(0.0)
Association of Community Centres	0.0	0.0
Exhibition Place	(0.6)	(1.2)
Heritage Toronto	0.0	(0.0)
Theatres	0.4	0.4
Toronto Zoo	0.1	(0.0)
Arena Boards of Management	(0.2)	(0.0)
Yonge Dundas Square	(0.3)	(0.0)
Toronto & Region Conservation Authority	(0.0)	0.0
Toronto Transit Commission - Conventional	(35.8)	(60.0)
Toronto Transit Commission - Wheel Trans	0.5	1.5
Toronto Police Service	1.7	2.3
Toronto Police Services Board	0.0	0.0
Total	(34.7)	(57.6)

Exhibition Place has projected a year-end \$1.194 million favourable variance due to continued energy savings and increased revenues from the G20 Summit and additional games at BMO Field.

Toronto Transit Commission (TTC) currently projects that the Conventional and Wheel-Trans combined net expenditures will be \$58.5 million under budget at year-end. This favourable year-end variance is the result of gross expenditure being \$15.885 million under budget due to lower than expected diesel and natural gas prices and lower than expected performance payment on the Work Safe – Home Safe safety culture contract. The favourable year-end variance is also the result of revenues which are projected to be \$42.615 million above budget due to higher than expected ridership and overall average fare. Included in these year-end results will be \$2.9 million increase in unbudgeted gross expenditures reflecting the reinstatement of service cuts made in March 2010 and the cancellation of expected service cuts budgeted for September 2010 and the addition of an extra peak period train on the Bloor-Danforth subway line. As well, there will be \$0.9 million in gross expenditures for the addition of 34 temporary personnel and related materials to initiate a subway station cleaning blitz from July to year-end and also for research regarding special premium quality services such as those envisioned in the Transit City Bus Plan.

Toronto Police Services (TPS) is projecting that year-end net expenditures will be \$2.3 million or 0.3% above the 2010 Approved Operating Budget as a result of lower than anticipated officer attrition levels and underachieved revenues.

Corporate Accounts

For the period ended September 30, 2010, *Corporate Accounts* had a favourable net expenditure variance of \$112.744 million below planned expenditures and is projected to have a favourable net expenditure variance of \$180.446 million at year-end, as shown in Table 9 below:

	Sep 2010 Over/(Under)	Projected Y/E 2010 Over/(Under)
Community Partnership and Investment Program	0.0	0.0
Capital & Corporate Financing	0.0	(26.4)
Non-Program Expenditures	(0.0)	6.9
Non-Program Revenues	(112.7)	(161.0)
Total	(112.7)	(180.4)

Capital and Corporate Financing was on budget for the nine-month period ended September 30, 2010. It is projected that there will be debt servicing cost savings of \$26.425 million, resulting in the Capital and Corporate Financing Budget being 4.5% below the 2010 Approved Net Operating Budget at year-end. This favourable variance is due to a delayed debt issuance as well as interest rates being lower than forecasted for budgeting purpose.

Non-Program Expenditures is projected to be \$6.939 million or 1.5% over the 2010 Approved Net Operating Budget at year-end. This reflects an unfavourable variance of \$6.414 million net for Street and Expressway Lighting Services electricity and contact voltage mitigation costs as well as projected higher spending of \$10.0 million due to increased applications processed to date and pending vacancy rebates for the Vacancy Rebates Program. These higher costs are projected to be offset by the unanticipated savings of \$10.858 million from reduced Solid Waste Management Rebate Program due to lower than budgeted number of households and multi-residential units eligible for rebates by year-end.

Non-Program Revenues realized a favourable variance of \$112.742 million above planned revenues for the period ended September 30, 2010; and it is projected that Non-Program Revenues will be \$180.446 million above the 2010 Approved Operating Budget at year-end due to the following:

- Higher than budgeted Municipal Land Transfer Tax (MLTT) revenue of \$89.505 million resulting from housing market that performs much better than expected.

- Increased Supplementary Taxes of \$39.5 million because of higher than budgeted revenues from supplementary assessment rolls as Municipal Property Assessment Corporation (MPAC) continuously clears the backlog in property assessment.
- Higher than forecasted rate of return in Interest and Investment Earnings of \$29.722 million.

The projected year-end variance in Non-Program Revenues reflects the assumption that the 2010 funding commitment of \$52.0 million from the Province to support the Ontario Work Cost of Administration (COA) will be received.

Non Levy Operations

Table 10 Non Levy Operations Net Expenditure Variance (\$ Million)		
	Sep 2010 Over/(Under)	Projected Y/E 2010 Over/(Under)
Solid Waste Management Services	(36.7)	0.6
Toronto Parking Authority	(0.5)	(0.7)
Toronto Water	1.6	(0.1)
Total	(35.6)	(0.2)

Solid Waste Management Services (SIVMS) was under spent by \$36.7 million net of planned net expenditures as of September 30, 2010. This was mainly driven by:

- Over-achieved revenue of \$33.9 million primarily due to additional 2009 accruals for volume based user fees of \$7.8 million and actual billing frequency that accounted for \$30 million more revenue than planned.
- Lower contracted costs of \$5.7 million for processing recyclables and \$1.2 million for the contracted processing of Leaf & Yard Waste due to lower tonnage.
- Lower costs of \$0.7 million for haulage and disposal of waste in Michigan due to lower tonnage and lower costs of \$4.6 million for source separated organics programs due to lower volume in multi-residential green bin operations.
- Discretionary spending was lower by \$1.7 million due to planned slowdowns in advertising and public relations for organics, durable goods and reuse centre programs.

These lower expenditures were offset by higher costs of \$5.1 million mainly attributable to higher salaries & benefits, specifically for modified duties and due to the need for temporary backfill of workers. Year-to-date expenditures were also higher due to \$6.3 million in earlier than planned reserve fund contributions.

Year-end gross expenditures are projected to be \$5.9 million lower than budgeted mainly due to the impact of continuing lower operating costs as detailed above as well as reduced debt charges due to the deferral of capital projects. Year-end revenues are projected to have an unfavourable variance of \$6.5 million due to lower revenues from lower tonnage and a shortfall in user fees. As a result, it is projected that Solid Waste Management Services will have an unfavourable variance of \$0.6 million at year-end.

Toronto Parking Authority reported a favourable net expenditure variance of \$0.531 million below planned expenditures for the nine-month period ended September 30, 2010. The projected year-end net favourable variance is anticipated to be \$0.708 million or 1.3% below the 2010 Approved Operating Budget. The favourable net variance is primarily the result of one-time joint venture revenues based on density gain at Carpark 12 located at Alvin Avenue, north side of St. Clair East.

Toronto Water is projecting a net favourable variance of \$0.090 million by year-end. Budgeted year-end water sales and sewer surcharges will not be achieved and are forecasted to be \$14.307 million below the 2010 Approved Operating Budget of \$767.708 million. The projected revenue loss reflects lower consumption arising from the lack of lengthy dry periods over the summer months. However, the forecasted year-end gross expenditures are expected to be \$14.396 million lower than the 2010 Approved Operating Budget of \$767.708 million. These reflect savings from unfilled vacancies and lower than anticipated road costs. The contribution to capital is projected to be \$0.090 million or 0.02% above plan, largely representing gross expenditure savings partially offset by revenue losses.