



2013

City of Toronto  
CITY COUNCIL

2013 Recommended Operating

December 6, 2012

# City Council Budget – Overview

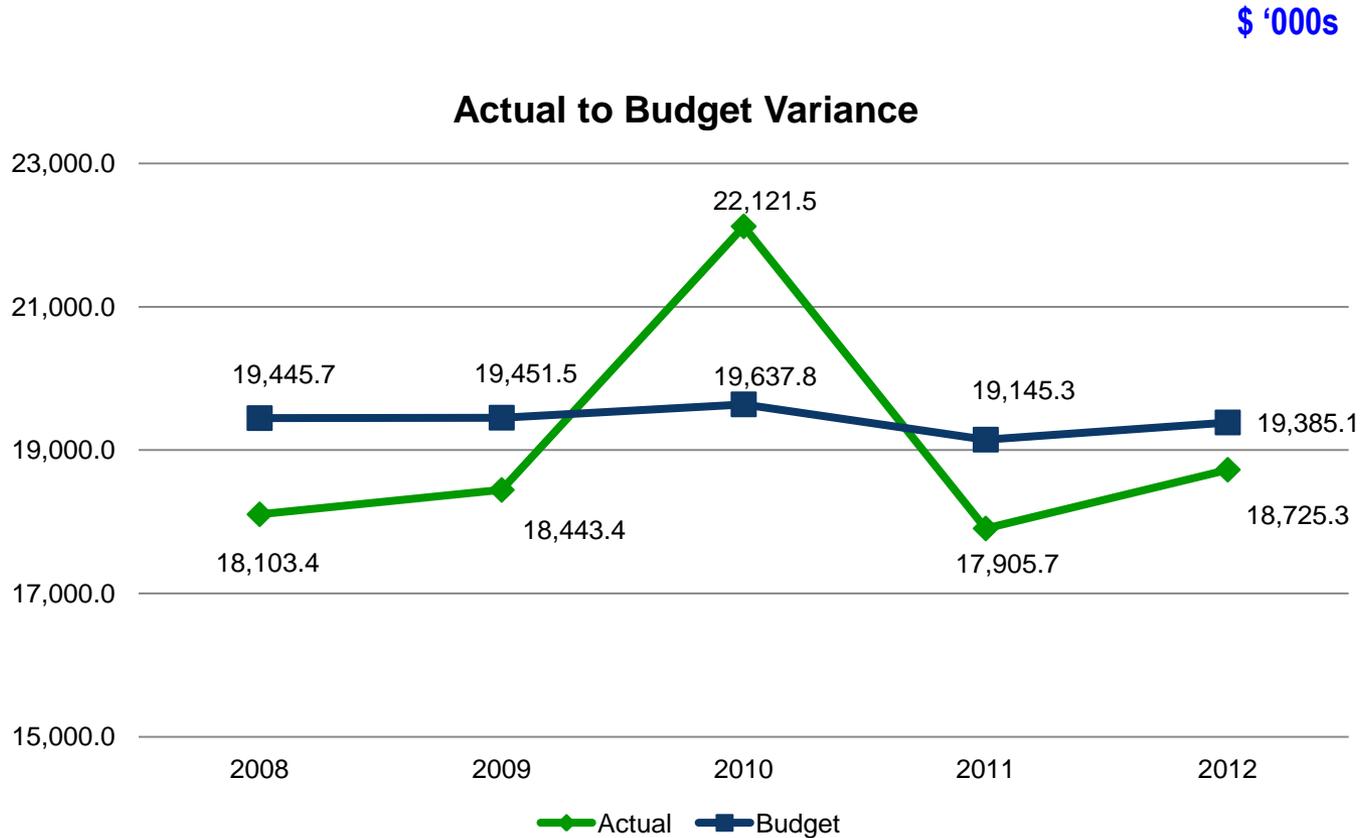
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- City Council Budget is comprised of five budget envelopes:
  - Councillors' Salary and Benefits Budget
  - Councillors' Staffing Salary Budget
  - Councillors Constituency Service and Office Budget
  - Council General Expense Budget
  - Council Business Travel Budget

# Net Operating Budget and Staff Changes - 5 Year Overview

(\$000's)	Approved Budget					Rec'd Base
	2008	2009	2010	2011	2012	2013
Approved Budget	19,445.7	19,451.5	19,637.8	19,145.3	19,385.1	19,584.3
Net Change	75.3	5.8	186.3	(492.5)	239.8	199.2
% Change from Prior Year	0.4%	0.0%	1.0%	(2.5%)	1.3%	1.0%
Approved Complement	176.0	176.0	176.0	176.0	176.0	176.0
Net Change	(5.0)	0.0	0.0	0.0	0.0	0.0
% Change in Staff Complement	(2.8%)	0.0%	0.0%	0.0%	0.0%	0.0%

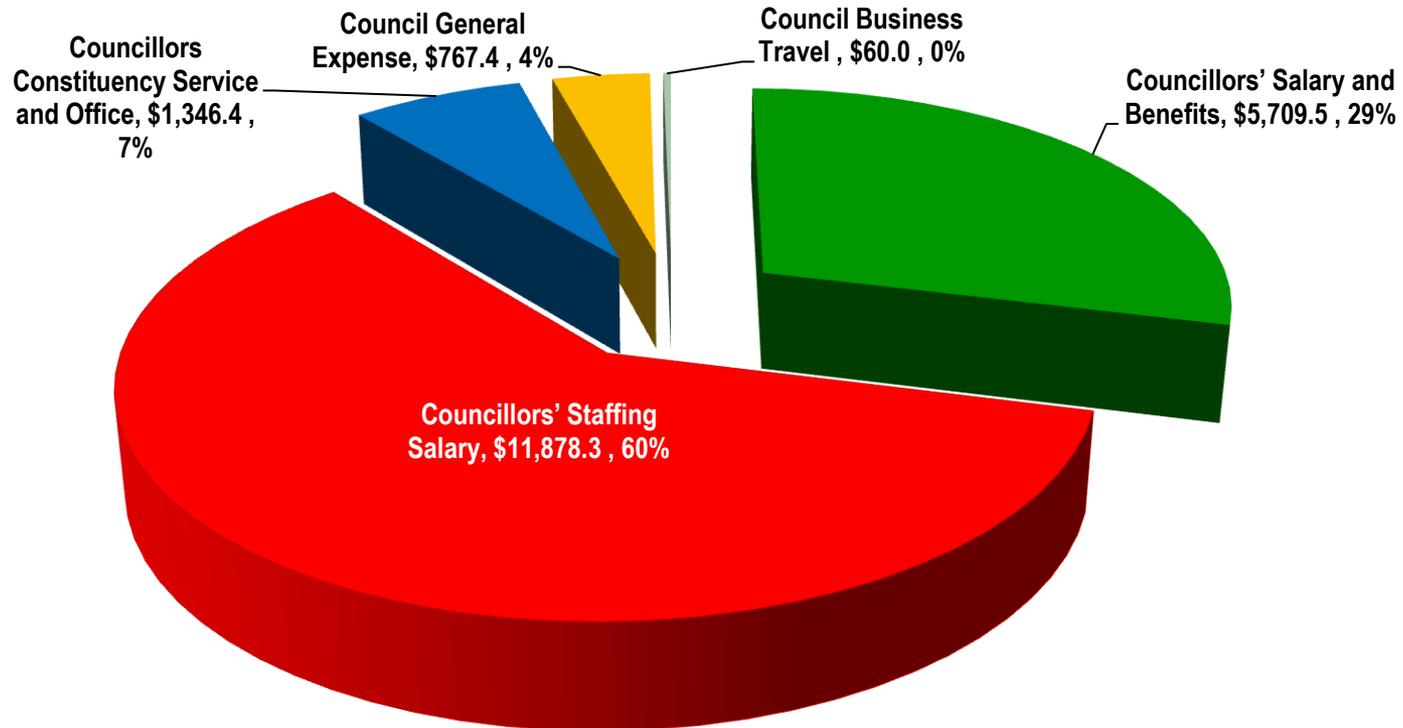
# Budget to Actual Variance 2008-2012



# 2013 Recommended Operating Budget

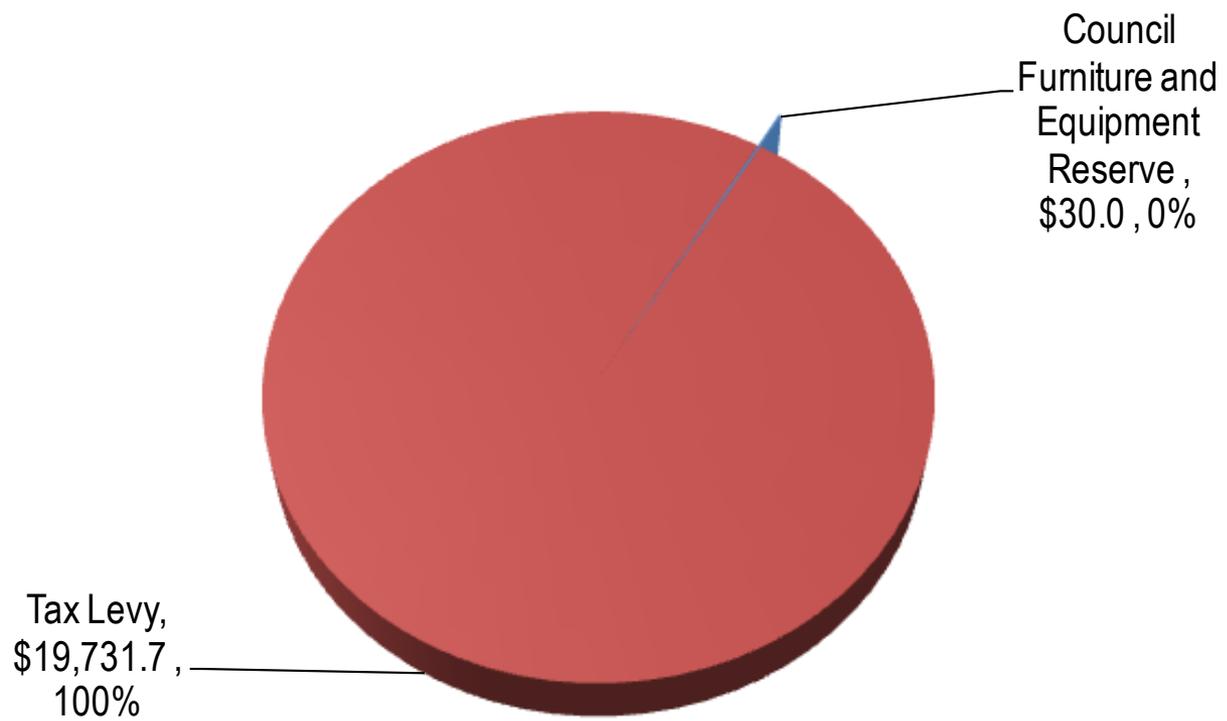
# Where the Proposed \$19.8M Gross Expenditure Goes

In \$000's



# Where The \$19.8M Money Comes From

In \$000's



# Recommended 2013 Net Operating Budget

(\$000s)	2012		2013		Change from 2012 Over (Under)			
	Approved Budget		Rec'd Budget		Gross		Net	
	Gross	Net	Gross	Net	\$	%	\$	%
City Council	19,385.1	19,385.1	19,761.7	19,731.7	376.6	1.9%	346.6	1.8%

# 2013 Operating Base Budget Pressures

(\$000's)	Gross Expenditures	Net Expenditures	# Positions
<b>2012 Approved Budget</b>	<b>19,385.1</b>	<b>19,385.1</b>	<b>176.0</b>
<b>Adjusted Base Increases:</b>			
Reversal of Non-recurring Items	68.7	68.7	
Economic Factors	112.2	112.2	
Zero-based Items	20.0	0.0	
<b>Other Base Changes:</b>			
Labour Related Costs	55.0	55.0	
Non-labour Related Costs	10.0	0.0	
<b>2013 Recommended Base Budget - before Service Level Changes</b>	<b>19,651.0</b>	<b>19,621.0</b>	<b>176.0</b>

# 2013 Service Changes (in \$000s)

Description	2013 Recommended Service Changes				Net Incremental Impact			
	Position Changes	Gross Expense	Net Expense	% Change over 2012 Budget	2014		2015	
					Net Expenditure	Position Change	Net Expenditure	Position Change
<b>Service Efficiencies</b>								
Budget Reductions in Council General Expense Budget		(36.7)	(36.7)	(0.2%)				
<b>Total Service Changes</b>		(36.7)	(36.7)	(0.2%)				

# 2013 New / Enhanced Service (in \$000s)

Description	2013 Recommended Service Changes			Net Incremental Impact			
	Gross Expense	Net Expense	New Positions	2014		2015	
				Net Expenditure	# Position	Net Expenditure	# Position
<b>Enhanced Service Priorities</b>							
Consumer Price Index (CPI) Increase for the Constituency Services & Office Budgets (budgeted at 2%)	26.4	26.4		26.9		27.5	
<b>Sub-Total Enhanced Service Priorities</b>	<b>26.4</b>	<b>26.4</b>	<b>-</b>	<b>26.9</b>	<b>-</b>	<b>27.5</b>	<b>-</b>
<b>New Service Priorities</b>							
Electronic Equipment Roaming Plans & Charges	10.0	10.0					
Newsletter Distribution Entitlement	111.0	111.0					
<b>Sub-Total New Service Priorities</b>	<b>121.0</b>	<b>121.0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total New / Enhanced Priorities</b>	<b>147.4</b>	<b>147.4</b>		<b>26.9</b>		<b>27.5</b>	

# 2014 and 2015 Outlook

Description	2014 - Incremental Increase					2015 - Incremental Increase					Total Net % Change from 2013
	Gross Expense	Revenue	Net Expense	% Net Change from 2013	# Positions	Gross Expense	Revenue	Net Expense	% Net Change from 2014	# Positions	
<b>Known Impacts</b>											
Consumer Price Index (CPI) Adjustment to Councillors' Salaries (budgeted at 2%)	114.2		114.2	0.6%		116.5		116.5	0.6%		1.2%
Reversal of 2013 Furniture Requirements and Contribution from Reserves	(30.0)	(30.0)	0.0	0.0%				0.0	0.0%		0.0%
Consumer Price Index (CPI) Increase for the Constituency Services & Office Budgets (budgeted at 2%)	26.9		26.9	0.1%		27.5		27.5	0.1%		0.3%
<b>Total Incremental Impacts</b>	<b>111.1</b>	<b>(30.0)</b>	<b>141.1</b>	<b>0.7%</b>	<b>0.0</b>	<b>143.9</b>	<b>0.0</b>	<b>143.9</b>	<b>0.7%</b>	<b>0.0</b>	<b>1.4%</b>

Note: 2012 Council transition requirements related to the 2014 Municipal Elections, that are to be funded from Council Transition Reserves, are yet to be determined and have not been included in the 2014 Outlook.

# Key Issues for 2013 and Beyond

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- Additional pressure on the City Council operating budget, pending Council decision:
  - Provision of constituency office for Councillors in their wards (\$650,000)
- Annual Council surplus may be sufficient to absorb budget pressure but this will reduce contribution to Council Transition Reserve
- Adequacy of Council Transition Reserve for 2014 transition requirements, including severance payment requirements, are unknown at this stage.

