



Decision Letter

Budget Committee

Meeting No.	22	Contact	Jennifer Forkes, Committee Administrator
Meeting Date	Wednesday, June 22, 2016	Phone	416-392-4666
Start Time	2:00 PM	E-mail	buc@toronto.ca
Location	Committee Room 2, City Hall	Chair	Councillor Gary Crawford

BU22.2	ACTION	Adopted		Ward:All
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Capital Variance Report for the Year Ended December 31, 2015

Committee Decision

The Budget Committee recommends that:

1. City Council receive the report and attached appendices (June 6, 2016) from the Deputy City Manager and Chief Financial Officer for information.

Origin

(June 6, 2016) Report from the Deputy City Manager and Chief Financial Officer

Summary

The purpose of this report is to provide Council with the City of Toronto Capital Variance for the year-ended December 31, 2015.

Capital expenditures for the twelve months ended December 31, 2015 totalled \$2.868 billion or 68.3 percent of the 2015 Approved Capital Budget of \$4.199 billion (see Table 1). This spending pattern is consistent with prior years.

For the year- ended December 31, 2015, Tax Supported Programs and Agencies reported capital expenditures of \$2.189 billion representing 65.8 percent of their collective 2015 Approved Capital Budget of \$3.328 billion. Rate Supported Programs reported capital expenditures of \$679.584 million, representing 78.1 percent of their collective 2015 Approved Capital Budget of \$870.628 million.

Table 1
Summary of Capital Spending

(\$000s)	2015 Approved Budget	Actual Expenditures - January 1 to December 31, 2015	
		\$000s	%
Tax Supported	3,328,213	2,188,834	65.8%
Rate Supported	870,628	679,584	78.1%

TOTAL	4,198,841	2,868,417	68.3%
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The rate of spending in 2015 was driven largely by expropriation process delays for the acquisition of various sites, site conditions, longer than planned timelines to obtain necessary approvals or required permits; design issues and difficulty in securing necessary resources for project delivery. The detailed explanations of project delays by Program/Agency are provided in Appendix 3 attached to the report.

Chart 1 below shows historical spending rate over the last 6 years. There has been a marked increase and improvement in capital spending over the last 2 years reaching all time high of \$2.868 billion in 2015.

Chart 1
2010 – 2015 Capital Budget Spend Rate

(See Chart 1 titled Capital Budget Spend Rate
in the Summary Section of the report dated June 6, 2016
from the Deputy City Manager
and Chief Financial Officer)

Background Information

(June 6, 2016) Report from the Deputy City Manager and Chief Financial Officer on Capital Variance Report for the Year Ended - December 31, 2015

<http://www.toronto.ca/legdocs/mmis/2016/bu/bgrd/backgroundfile-94025.pdf>

Appendix 1 - 2015 Consolidated Capital Variance Report for the Year-Ended December 31, 2015

<http://www.toronto.ca/legdocs/mmis/2016/bu/bgrd/backgroundfile-94305.pdf>

Appendix 2 - Major Capital Projects

<http://www.toronto.ca/legdocs/mmis/2016/bu/bgrd/backgroundfile-94306.pdf>

Appendix 3 - Dashboards by Program/Agency

<http://www.toronto.ca/legdocs/mmis/2016/bu/bgrd/backgroundfile-94307.pdf>