

RE: HU12.1

**Board of Health Budget Committee
2018 Preliminary Operating Budget
Request**

**Dr. Eileen de Villa
Medical Officer of Health**

July 13, 2017

2018 Planned Operating Base Budget – Cost Shared and 100% City Funded Programs

Item	Positions	Gross (\$000's)	Revenue (\$000's)	Net (\$000's)	Net (%)	Cumulative (%)
2017 Approved Budget - Feb 15, 2017	1,837.96	232,835.4	184,274.5	48,560.9		
Reserve Fund Adjustments		30.0	0.0	30.0		
Q1VR Adjustments	1.40	210.7	210.7	0.0		
2017 Adjusted Approved Budget	1,839.36	233,076.1	184,485.2	48,590.9		
2018 Pressures						
2018 Negotiated Compensation (Union / Non-Union)	0.00	574.7	478.6	96.1	0.20%	0.20%
Annualization	0.00	365.1	273.8	91.3	0.19%	0.39%
Economic Factors - Non Payroll	0.00	169.4	126.3	43.1	0.09%	0.47%
Capital Changes	5.85	629.3	629.3	0.0	0.00%	0.47%
Reversals of One Time Adjustments	0.00	(540.1)	(573.5)	33.4	0.07%	0.54%
Other Adjustments	0.00	(400.0)	(377.1)	(22.8)	-0.05%	0.50%
2018 Base Budget Submission Increases	5.85	798.4	557.4	241.0		0.50%
2018 Base Budget Request	1,845.21	233,874.5	185,042.6	48,831.9		0.50%

2018 Incremental \$

2018 Incremental %

5.8

0.3%

798.4

0.3%

557.4

0.3%



Given the fiscal situation, there will be little opportunity to fund new/enhanced requests for 2018. New/enhanced service requests ***will only be considered*** for:

- previously approved initiatives for phased implementation and/or currently under way;
- initiatives fully funded by third parties;
- new initiatives already approved by Council or where Council has directed staff to consider the implementation thereof; and
- New investments that will transform, modernize or innovate City services, processes or delivery

A 0% Reduction Target for City Programs, Agencies and Accountability Offices, requiring \$63 million in corporate pressures to be funded from corporate strategies:

- Continue to contain costs through cost saving measures such as:
 - Review previous three year spending experience for further expenditure reductions;
 - Reduce utility costs through short term energy saving measures
 - Review contracts for better pricing
 - Review use of consultants

City Council Direction from 2017 Budget

The 2017 Approved Operating Budget included the following recommendations:

- City Council request the Medical Officer of Health, in consultation with the Executive Director, Social Development, Finance and Administration, the Director, Office of Emergency Management and the General Manager, Employment and Social Services, to conduct a review of the summer cooling centres in time for the 2018 Budget process

- City Council direct the Medical Officer of Health to work with the Affordable Housing Office and Shelter, Support and Housing Administration to explore:
 - a. harm reduction housing strategies and models in the affordable, social, and private market housing sector for people with mental health and /or substance use issues;
 - b. how the City could work with the federal and provincial governments to support the development of new housing stock for people with mental health and/or substance use issues;
 - c. strategies, including determining the City's role, to address the issue of discrimination against people with mental health and/or substance use issue in the private market sector, including alternatives to eviction;
 - d. strategies to increase transitional housing for homeless pregnant and parenting women and people affected by violence.

Board of Health Budget Committee Decisions

BOH Budget Committee Decision - May 30, 2017

1. Directed the Medical Officer of Health to present to the Board of Health Budget Committee with a list of opportunities for cost containment and savings which do not decrease the quality of health services provided by Toronto Public Health.
2. Directed the Medical Officer of Health to present to the Board of Health Budget Committee with a list of all current and expected Board of Health requested new and enhanced programs and associated costs.
3. Directed the Medical Officer of Health to present to the Board of Health Budget Committee with an initial proposed budget that enhances the quality health services provided by Toronto Public Health.

BOH Decision re Toronto Urban Health Fund - June 12, 2017

1. Referred the following Recommendation 1 in the letter (May 29, 2017) from the 2017 Toronto Urban Health Fund Review Panel to the City's Budget Committee for consideration with the 2018 Budget Process:

"1. The Board of Health increase the annual Toronto Urban Health Fund funding by 15 percent for the next funding cycle."

Proposed New and Enhanced Services

	Gross (\$000's)	Net (\$000's)	Positions	2019 Net (\$000's)	2018 Net %	Cumulative 2018 Net %
Expected Pressures						
Student Nutrition Program - Year 6	3,116.0	3,116.0	0.00	0.0	5.1%	5.5%
Toronto Urban Health Fund -Year 4	150.0	37.5	0.00	37.5	0.1%	5.6%
Toronto Urban Health Fund 15% Increase	339.1	84.8	0.00	0.0	0.1%	5.9%
Immunization of School Pupils Act (ISPA)	526.7	131.7	9.00	67.5	0.2%	5.8%
New Request for Enhancement						
Total Expected Pressures	4,131.8	3,370.0	9.00	105.0	5.5%	5.9%

- Student Nutrition New & Enhanced also includes base inflation

Efficiencies to Achieve 0%

Business Case Title	Gross (\$000's)	Revenue (\$000's)	Net (\$000's)	2019 Net (\$000's)
TPH Line by line non-payroll spending review, and Reduction of Program Resources and Contracted Services	(374.8)	(281.1)	(93.7)	(6.3)
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