



REPORT FOR ACTION

Toronto Public Health Operating Budget Variance for the Twelve Months Ended December 31, 2018

Date: May 31, 2019

To: Board of Health

From: Medical Officer of Health

Wards: All

SUMMARY

This report provides an update to the Board of Health on the Toronto Public Health Operating Budget Variance for the twelve months ended on December 31, 2018.

As of December 31, 2018, Toronto Public Health's 2018 Operating Budget was underspent by \$51.2 thousand net (0.1 percent).

RECOMMENDATIONS

The Medical Officer of Health recommends that:

1. The Board of Health receive this report for information.

FINANCIAL IMPACT

At December 31, 2018, Toronto Public Health's gross expenditure was underspent by \$1,434.6 thousand (0.6 percent) and revenues were underachieved by \$1,383.4 thousand (0.7 percent) resulting in a net favourable variance of \$51.2 thousand (0.1 percent).

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

DECISION HISTORY

At its meeting on February 12, 2018, City Council approved a Toronto Public Health 2018 Operating Budget of \$251,292.4 thousand gross and \$63,185.3 thousand net.
<https://www.toronto.ca/city-government/budget-finance/city-budget/>

To leverage increases in provincial funding, City Council approved additional budget adjustments, which increased Toronto Public Health's 2018 Operating Budget to \$254,861.8 thousand gross and \$63,796.7 thousand net on July 23 and June 26, 2018.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2018.EX36.17>
<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2018.EX35.46>

COMMENTS

As of December 31, 2018, Toronto Public Health's (TPH) 2018 approved operating budget is \$254,861.8 thousand gross and \$63,796.7 thousand net.

As of December 31, 2018, gross expenditure was underspent by \$1,434.6 thousand (0.6 percent) and revenue is underachieved by \$1,383.4 thousand (0.7 percent), resulting in a net favourable variance of \$51.2 thousand (0.1 percent) as depicted in following table.

	BUDGET	ACTUAL	VARIANCE	
			OVER / (UNDER)	
	(\$000s)	(\$000s)	(\$000s)	%
Gross Expenditure	254,861.8	253,427.2	(1,434.6)	(0.6)
Revenue	191,065.1	189,681.7	(1,383.4)	(0.7)
Net Expenditure	63,796.7	63,745.5	(51.2)	(0.1)

Gross Expenditure and Revenue Operating Budget Variance

Toronto Public Health's gross expenditure variance is underspent by \$1,434.6 thousand (0.6 percent) of which:

- \$1,112.1 thousand underspent in 100% Ministry of Health and Long Term Care programs,
- \$482.6 thousand underspent in programs 100% funded by the Ministry of Community and Social Services, and
- \$918.3 thousand underspent for programs funded from other sources, predominately from the federal government; offset by
- \$555.4 thousand overspent related to Ministry of Health and Long Term Care provincial-municipal cost-shared programs, and
- \$523.1 thousand overspent related to 100% City funded programs.

Revenue was underachieved by \$1,383.4 thousand (0.7 percent) mainly due to underspending 100% provincially funded programs.

Additional details on the gross expenditure, revenue, and net expenditure are outlined in Attachment 2: Toronto Public Health 2018 Operating Variance by Funding Source.

Operating Budget Variance by Expenditure Type

Salaries and benefits were \$1,543.0 thousand (0.8 percent) underspent mainly due to an in-year provincial funding enhancement to support responding to the health needs of homeless individuals and supporting the shelter systems; underspending in 100% provincially funded programs; and timing delays in recruiting for vacant positions from retirements and resignations.

Non-payroll expenditures were underspent by \$108.4 thousand (0.2 percent) across several programs.

CONTACT

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SIGNATURE

Dr. Eileen De Villa
Medical Officer of Health

ATTACHMENTS

Attachment 1: Toronto Public Health Operating Variance Submission for the Year Ended December 31, 2018

Attachment 2: Toronto Public Health 2018 Operating Variance by Funding Source