

HU3.1 Attachment 1



OPERATING VARIANCE SUBMISSION FOR THE SIX MONTHS ENDED JUNE 30, 2019

OVERVIEW

TITLE TORONTO PUBLIC HEALTH

YEAR TO DATE AT JUNE 30, 2019

("ACTUAL" is Adjusted Actual from
Accrual Worksheet - Schedule 4)

	BUDGET	ACTUAL	VARIANCE OVER/(UNDER)	
	(\$000s)	(\$000s)	(\$000s)	%
Gross Expenditure	109,937.1	108,506.5	(1,430.6)	(1.3%)
Revenue	87,588.1	86,271.3	(1,316.8)	(1.5%)
NET EXPENDITURE	22,349.0	22,235.3	(113.7)	(0.5%)

APPROVED COMPLEMENT

	APPROVED COMPLEMENT			
	COMPLEMENT	STRENGTH	VARIANCE OVER/(UNDER)	
	No.	No.	No.	%
Operating Positions	1,858.2	1,770.6	87.6	4.7%
Capital Positions	23.0	15.0	8.0	34.8%
Total Positions	1,881.2	1,785.6	95.6	5.1%

PROJECTIONS TO YEAR-END

	BUDGET	PROJECTION	VARIANCE OVER/(UNDER)	
Gross Expenditure	254,521.2	252,035.2	(2,486.0)	(1.0%)
Revenue	190,780.4	188,304.7	(2,475.7)	(1.3%)
NET EXPENDITURE	63,740.8	63,730.5	(10.3)	(0.0%)

APPROVED COMPLEMENT

	APPROVED COMPLEMENT			
	COMPLEMENT	STRENGTH	VARIANCE OVER/(UNDER)	
	No.	No.	No.	%
Operating Positions	1,858.2	1,750.6	107.6	5.8%
Capital Positions	23.0	15.0	8.0	34.8%
Total Positions	1,881.2	1,765.6	115.6	6.1%

EXPLANATIONS / COMMENTARY**TORONTO PUBLIC HEALTH (TPH)****YEAR TO DATE AT JUNE 30, 2019**A. Variance Explanation

I. Gross Expenditure

There is favourable variance of \$1,430.6 thousand gross (1.3 percent) in Gross Expenditures attributed to underspending in non-payroll expenditures (\$1,107.7 thousand), and salaries and benefits (\$322.9 thousand).

The favourable variance of \$1,430.6 (1.3 percent) is mainly due to the cost containment measures that have been implemented in response to the uncertainty of Provincial funding for the cost shared and provincial programs approved in the 2019 operating budget by City Council. The Province has yet to provide its annual accountability agreement which includes the approved budget.

Toronto Public Health's total gross expenditure variance of \$1,430.6 thousand (1.3 percent) is comprised of underspending of \$551.8 thousand in cost shared and City funded programs, and \$878.8 thousand in programs funded by the Province and other sources.

II. Revenue

Due to the cost containment measures, implemented in response to the uncertainty regarding Provincial funding, actual revenue is under budget by \$1,316.8 thousand (1.5 percent).

III. Complement and Strength

1,881.2 positions were approved in TPH's Operating Budget, of which 1,785.6 positions were filled and 95.6 positions were vacant. Toronto Public Health met its gapping target of 5.0%.

B. Concise Summary for Inclusion in the Consolidated Corporate Report

As of June 30, 2019 in response to the uncertainty regarding Provincial funding, TPH's gross expenditure was underspent by \$1,430.6 thousand (1.3 percent) and revenues lower than budgeted by \$1,316.8 thousand (1.5 percent) resulting in a net favourable variance of \$113.7 thousand (0.5 percent).

EXPLANATIONS / COMMENTARY**TORONTO PUBLIC HEALTH (TPH)****FORECAST FOR THE YEAR END DECEMBER 31, 2019**

Toronto Public Health's budget has been adjusted to reflect City Council's July 16, 2019 approval to reduce the 2019 Operating Budget by \$754.0 thousand gross and net.

Toronto Public Health is forecasting to be \$10.3 thousand net (0 percent) under budget at year end. The \$10.3 thousand net favourable variance takes into consideration the last written information from the Ministry of Health regarding the 2019 budget to be allocated to TPH.

C. Impact of Variances

Toronto Public Health is exercising its fiduciary responsibility through cost containment measures with the objective of not negatively impacting the health of Torontonians.

D. Corrective Action

Toronto Public Health has implemented cost containment measures in response to the anticipated loss of funding from the province.