

Clause 9 in Report No. 11 of Committee of the Whole was adopted, without amendment, by the Council of The Regional Municipality of York at its meeting held on June 28, 2018.

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## 2019 Interim Appropriations

Committee of the Whole recommends adoption of the following recommendations contained in the report dated May 15, 2018 from the Commissioner of Finance:

1. Council approve 2019 interim appropriations for Regional operating expenditures not exceeding \$1,116,327,000, which represents 50 percent of the 2018 operating budget for each department, as detailed in Attachment 1.
2. Council approve 2019 interim appropriations for Regional capital expenditures not exceeding \$234,851,000, which represents 29 percent of the 2018 capital budget, as detailed in Attachment 2.

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Report dated May 15, 2018 from the Commissioner of Finance now follows:

### 1. Recommendations

It is recommended that:

1. Council approve 2019 interim appropriations for Regional operating expenditures not exceeding \$1,116,327,000, which represents 50 percent of the 2018 operating budget for each department, as detailed in Attachment 1.
2. Council approve 2019 interim appropriations for Regional capital expenditures not exceeding \$234,851,000, which represents 29 percent of the 2018 capital budget, as detailed in Attachment 2.

### 2. Purpose

This report seeks authorization to spend beginning on January 1<sup>st</sup>, 2019 in the absence of an approved budget. It also explains the criteria used in calculating the recommended amounts.

### 3. Background

Authority to approve payments for 2019 operating and capital spending is needed

The 2019 to 2022 Budget is planned to be tabled at Council in January 2019, with a targeted approval date in February 2019. As a result, authority is required to make payments for ongoing Regional operating and capital spending, beginning January 1<sup>st</sup>, 2019, in advance of budget approval.

Subsection 291(2) of the Municipal Act, 2001 restricts the multi-year budget for the new Council term from being adopted before the first year of the term. Since 2018 is an election year, the multi-year budget for 2019 to 2022 cannot be approved in 2018.

### 4. Analysis and Implications

The proposed 2019 interim appropriations for operations are 50 per cent of 2018 gross operating expenditures

The proposed interim appropriations authority for operating spending is \$1,116,327,000, which is 50 per cent of the approved 2018 gross operating budget.

The proposed 2019 interim appropriations for capital are 29 per cent of 2018 gross capital expenditures

The proposed interim appropriations authority for capital spending is \$234,851,000, which is 29 per cent of the approved 2018 gross capital budget.

The interim appropriations are based on departments' expected cash flow requirements for Q1 2019. Each department will receive at least 25 per cent of the approved 2018 gross capital budget. Attachment 2 details interim appropriations for capital spending by department.

Capital Spending Authority approved as part of the 2018 budget will still apply. Interim 2019 spending on capital projects is limited to projects with 2018 Capital Spending Authority.

The budget is informed by Council-approved strategies and plans

The budget reflects the directions and strategies set out in Vision 2051, and the York Region Official Plan. The budget was also influenced by objectives outlined in the 2015 to 2019 Strategic Plan.

5. Financial Considerations

The recommended interim appropriations for 2019 operating and capital expenditures are \$1,116,327,000 and \$234,851,000 respectively.

Attachments 1 and 2 show the calculation of the operating and capital interim appropriations.

6. Local Municipal Impact

There are no local municipal impacts arising from this report.

7. Conclusion

Authority for interim appropriations is required to ensure that the Region can continue to operate effectively, deliver its programs and meet its financial commitments during the period in 2019 before the budget is approved.

For more information on this report, please contact Kelly Strueby, Director, Office of the Budget, at 1-877-464-9675 ext. 71611.

The Senior Management Group has reviewed this report.

June 5, 2018

Attachments (2)

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Accessible formats or communication supports are available upon request

## 2019 Operating Interim Appropriations

(in \$000s)	2018 Approved Gross Expenditures	2019 Interim Appropriations Gross
<b>Transportation &amp; Community Planning</b>		
York Region Transit/Viva	198,956	99,478
Roads & Traffic	128,783	64,391
Transportation Program Support	20,233	10,116
Sub Total	<b>347,972</b>	<b>173,986</b>
<b>Environmental Services</b>		
Waste Management	65,887	32,943
Water & Wastewater Services	504,048	252,024
Natural Heritage & Forestry	9,382	4,691
Energy Management	953	477
Sub Total	<b>580,270</b>	<b>290,135</b>
<b>Community &amp; Health Services</b>		
Employment & Financial Support	108,942	54,471
Family & Children's Services	160,374	80,187
Housing Services	86,725	43,362
Public Health	65,750	32,875
Paramedic Services	78,492	39,246
Seniors Services	34,925	17,463
Strategies & Partnerships	14,971	7,486
Business Operations & Quality Assurance	20,389	10,195
Sub Total	<b>570,568</b>	<b>285,284</b>
<b>Corporate Management</b>		
Chair & Council	2,373	1,187
Office of the C.A.O.	6,685	3,343
Legal Services	6,860	3,430
Financial Management	19,772	9,886
Information Technology Services	26,865	13,433
Communications, Information and Data	14,555	7,277
Human Resource Services	9,217	4,608
Planning and Economic Development	10,547	5,274
Property Services	5,397	2,699
Sub Total	<b>102,272</b>	<b>51,136</b>
Recovery from WWw (User Rate)		
<b>Total Regional Programs</b>	<b>1,601,082</b>	<b>800,541</b>
<b>Court Services</b>	<b>13,467</b>	<b>6,733</b>
<b>Financial Initiatives</b>		
Fiscal Strategy	171,191	85,596
Non-Program and Financial Management	13,885	6,943
Sub Total	<b>185,076</b>	<b>92,538</b>
<b>Boards &amp; Authorities</b>		
Conservation Authorities	6,167	3,084
Hospital Capital Funding	14,675	7,338
Property Assessment (MPAC)	19,732	9,866
GO Transit	2,500	1,250
Sub Total	<b>43,075</b>	<b>21,537</b>
<b>York Region Rapid Transit Corporation</b>	<b>30,827</b>	<b>15,414</b>
<b>YorkNet</b>	<b>1,601</b>	<b>800</b>
<b>Total Operating Programs</b>	<b>1,875,129</b>	<b>937,564</b>
<b>Police Services</b>	<b>357,525</b>	<b>178,763</b>
<b>Total Operating Budget</b>	<b>2,232,654</b>	<b>1,116,327</b>

## 2019 Capital Interim Appropriations

(in \$000s)	2018 Approved Gross Capital Expenditures	2019 Interim Appropriations
<b>Transportation Services</b>		
York Region Transit	107,018	44,755
Roads	221,525	55,381
<b>Transportation Services</b>	<b>328,543</b>	<b>100,136</b>
<b>Environmental Services</b>		
Water	65,463	16,366
Wastewater	80,652	20,163
Waste Management	2,644	661
Natural Heritage and Forestry	1,486	372
Energy Management	3,670	918
<b>Environmental Services</b>	<b>153,915</b>	<b>38,480</b>
<b>Community and Health Services</b>		
Housing Services	47,185	21,796
Public Health	200	250
Paramedic Services	21,778	8,505
Seniors Services	2,939	870
<b>Community and Health Services</b>	<b>72,102</b>	<b>31,421</b>
<b>Corporate Management and Governance</b>		
Information Technology Services	19,152	4,788
Property Services	109,414	27,354
Planning and Economic Development	851	213
<b>Corporate Management and Governance</b>	<b>129,417</b>	<b>32,355</b>
<b>Court Services</b>	120	30
<b>York Region Rapid Transit Corporation</b>	96,130	24,033
<b>YorkNet</b>	6,940	1,735
<b>York Regional Police</b>	22,642	6,661
<b>York Region</b>	<b>809,809</b>	<b>234,851</b>