

FINANCIAL NOTES

SALARIES

The Salaries account is 98.76 percent spent at December 31, 2008. A year-end surplus of \$1,740,619 is due to salary gapping, maternity leaves, and historically low payouts of vacation, statutory holiday, and accrued time banks.

Net Overtime is under budget by \$249,610 or 93.77 percent spent. Surpluses in both Salary-Overtime and Returned Overtime have more than offset above budget Court Overtime.

BENEFITS

Employee benefits accounts are unfavourable at 100.68% percent spent due to higher than planned extended medical benefits. The deficit for total benefits is \$213,556.

OPERATING EXPENSES

Administration Expense

Overall administration expenses have exceeded budget primarily due to unfavourable Staff Allowances. Modest overspending in several other accounts such as Office Supplies and Public Relations has offset savings in Staff Training.

Program Related Expense

The gasoline account is overspent by \$411,836 however, the combined year-end deficit including a \$167,844 surplus in the Transportation and Works allocated gas account, is \$243,992. Smaller favourable variances in uniform accounts and vehicle rentals has compensated for higher than planned Investigative Expenses.

Professional Services Expense

Consultant fees are well below budget.

Occupancy Expense

The year-end deficit in rental fees is due to unbudgeted additional space at Yonge & Mulock identified to the Board in 2007. This cost was still unknown when the 2008 budget was approved. Unbudgeted building renovations include a new 5 ton air conditioning unit for the Information Technology room at headquarters, the Peace Tree Garden and renovations to various units at Yonge & Mulock.

Repairs & Maintenance Expense

Vehicle maintenance is over budget due to the purchase of additional snow tires and repairs to the Waawaatesi engine. Overspending in Repairs to Special Equipment includes radio tower repairs, helicopter repairs and traffic equipment repairs.

Financial Items

Charges for debt issuance were not incurred. Debt and interest is favourable by \$759,637 due to the deferral of debt issues in 2007 and 2008.

Contribution to Reserves

A planned over-contribution relates to Information Technology and Fleet capital projects. The over-contribution of \$1,518,000 for the Information Technology project fully repaid the 2007 draw of \$627,249 from Regional reserve and paid for \$890,751 of 2008 purchases. Financial Services staff met with Treasurer Russell and staff from Business Planning and Budgets who agreed with the proposal.

Internal Charges

The allocation for fuel from Transportation & Works is under budget.

Asset Acquisition

The Operating Equipment deficit pertains to unbudgeted roadside screening devices, electronic video storage and CCTV camera equipment for the Districts, Courts, and Ride Truck. Anti-spam software was more costly than planned.

REVENUES

Overall revenues are favourable compared to budget. Favourable variances in Third Party Recoveries, Alarm Monitoring Fees, Tower Space Leasing, Prisoner Escorts, Clearance Letter Revenues and Volunteer Applicant Screenings have compensated for unfavourable Paid Duty revenues. Both invoicing of Correctional Services for the transportation of high risk offenders and prisoners for whom medical conditions warrant and the invoicing for use of York Regional Police radio towers is new and unbudgeted for 2008. No draw from the Sick Leave Reserve to fund sick bank payouts was made.

Grant funding exceeded budget by \$865,622 due to the new Federal Police Officers Recruitment Fund, earnings-to-date on the Safer Communities and Community Policing Partnerships Grants, and unbudgeted funding for the Provincial Strategy on Internet Child Exploitation.

POLICE SERVICES BOARD PUBLIC RELATIONS FUND

Year-to-date contributions to the reserve as of December 31, 2008 total \$60,567, \$42,516 from forfeited monies and \$18,051 from property auctions. Interest earned on the account totals \$5,743 while \$65,786 has been drawn down to pay for approved expenditures.