

FINANCIAL NOTES

SALARIES

The Salaries account is 89.79 percent spent at November 30, 2008. The salaries account is forecasted to have a year-end surplus of \$1,500,000 due to salary gapping, maternity leaves, and historically low payouts of vacation, statutory holiday, and accrued time banks.

Net Overtime is 99.32 percent spent which includes the estimated banked liability. Salary-Overtime and Court Overtime are above budget and Returned Overtime is under budget. The actual payout to date, before overtime bank accrual, is \$1,601,590. Total overtime is forecasting a \$200,000 surplus.

BENEFITS

Employee benefits accounts are unfavourable at 92.11% percent spent due to higher than planned extended medical benefits. Total benefits are forecasting a \$200,000 deficit.

OPERATING EXPENSES

Administration Expense

Favourable variances in several accounts including Staff Training and Allowances, Special Events and Telephones, have more than offset ahead of plan Office Equipment Rentals and Repair and Maintenance Computer Software.

Program Related Expense

Total expenditures are under plan. Uniform and equipment expenses, audio visual expenses and vehicle rental fees are well under plan. Investigative expenses to date have exceeded the annual budget and fuel charges are ahead of plan. For every ten cents over \$1.00 per litre budgeted, York Regional Police will incur a \$300,000 deficit in the fuel account. Year-to-date pricing has fluctuated and a net deficit in the range of (\$100,000) to (\$300,000) is anticipated across the gas account and Transportation and Works allocation.

Professional Services Expense

Consultant fees are well below budget.

Occupancy Expense

Occupancy expenses are ahead of budget. A year-end projected 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

The deficit under vehicle maintenance is partially offset by favourable variances under external building maintenance and maintenance of telecommunications equipment.

Financial Items

Charges for debt issuance have not yet been incurred. Debt and interest is forecasting a \$760,000 surplus due to the deferral of debt issues in 2007 and 2008.

Contribution to Reserves

A planned \$1,395,949 over-contribution relates to the Information Technology draw from reserves. The proposed over-contribution will fully repay the 2007 draw of \$680,949 as well as \$715,000 to eliminate the 2008 budgeted draw. Financial Services staff met with Treasurer Russell and staff from Business Planning and Budgets who agreed with the proposal, pending the Board's consideration.

Internal Charges

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

Asset Acquisition

Favourable variances exist in all accounts.

REVENUES

Overall revenues are favourable compared to budget. Favourable variances in Alarm Monitoring Fees, Third Party Recoveries, Clearance Letter Revenues, Volunteer Applicant Screenings and Prisoner Escorts 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. Contributions from the Sick Leave Reserve and Seized Money are ahead of plan.

Grant funding will exceed budget by \$704,000 due to the new Federal Recruitment Fund, earnings-to-date on the Safer Communities Officer 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 November 30, 2008 total \$60,567, \$42,516 from forfeited monies and \$18,051 from property auctions. Interest earned on the account totals \$5,153 while \$65,050 has been drawn down to pay for approved expenditures.