

The Regional Municipality of York Police Services Board

Public Board Meeting
March 23, 2022

Report of the Chief of Police

Financial Reporting for the Period Ending December 31, 2021

1. Recommendation

That the Board receive the quarterly unaudited financial reports for the twelve month period ending December 31 2021, pursuant to Financial Management Board Policy No. 01/05.

2. Summary

The year end accounting period is now complete and the unaudited financial reports for the Board and York Regional Police for the period ending December 31, 2021 are attached to this report.

Key Points:

- The Regional Municipality of York Police Services Board (the “Board”) is 78.5 percent spent and York Regional Police is 100 percent spent at December 31, 2021, due to a contribution from provincial Safe Restart to address financial pressures from the COVID-19 pandemic
- Year-to-date COVID-19 incremental costs of \$1.4 million were offset by a contribution from provincial Safe Restart funding of \$1.2 million, resulting in a net incremental impact of \$0.2 million

- Schedule of Capital Budget Spending with current year spending total \$26,805,597
- Schedule of Reserves Balances of \$13,414,403
- The results of the external audit are scheduled to be reported to the Board at the June 22, 2022 meeting

3. Background

As a result of the COVID-19 pandemic, previous year end estimates provided indicated that the Regional Municipality of York Police Services Board and York Regional Police 2021 operating budgets may be at risk to exceed the funding approved by the Regional Municipality of York Police Services Board. A year end deficit position was estimated in the range between \$2 million and \$3 million.

4. Analysis

ANALYSIS OF INFORMATION

The combined total net expenditures from York Regional Police and the Board are \$360,652,043 or 100 percent of budget as shown in the Schedule of Operating Budget Spending.

Net expenditures for the Board are \$392,274 or 78.5 percent of budget. For comparison purposes, the Operating Budget for the Board was 86.3 percent spent at December 31, 2020. Favourable variances exist in the salary, legal fees, consultant fees, training, minor capital, and meeting accounts.

Net expenditures for York Regional Police are \$360,259,769 or 100.0 percent of budget. For comparison purposes, the Operating Budget for York Regional Police was 101.2 percent spent at December 31, 2020.

Salaries and benefits are ahead of budget due to a combination of factors, mitigated expenditure savings assisted to offset these pressures. In addition, a contribution from provincial Safe Restart funds offset the incremental costs of the COVID-19 pandemic. Details are identified in the Schedule of Financial Notes.

Capital project expenditures are \$26,805,597 or 65.5 percent of budget based on inception to date project spending, as shown in the Schedule of Capital Budget Spending. Details are identified in the Schedule of Capital budget Spending and Schedule of Capital Notes.

Reserve funds totalling \$13,414,403 are identified in the Schedule of Reserve Balances.

Reporting Requirements

The Board's Financial Management Policy states that "the Chief of Police shall ensure that financial reporting is timely, accurate and relevant...The reports to the Board shall include: Quarterly reporting on actual financial performance including year end financial forecasts."

The Regional Municipality of York Finance Department fourth quarter accounting period is now complete, and the unaudited financial reports for the Board and York Regional Police for the period ending December 31, 2021 are attached to this report.

5. Financial

The year end position resulted in a favourable surplus of \$39. The anticipated deficit from COVID-19 impact is mitigated with further expenditure savings, an upward trend of fees and charges in the fourth quarter, and a contribution from the provincial Safe Restart funds of \$1,199,208.

The full year incremental impact of lost revenues and additional costs due to COVID-19 pandemic is at \$1,443,210 at December 31, 2021, offset by a contribution from provincial Safe Restart funding of \$1,199,208, resulting in a net incremental impact of \$244,002. The Schedule of COVID-19 Financial Implications is attached to this report.

6. Conclusion

The results of the external audit are scheduled to be reported to the Board at the June 22, 2022 meeting. It is therefore recommended that the unaudited financial reports for December 31, 2021 be received in accordance with the quarterly reporting requirements outlined in the Financial Management Board Policy No. 01/05. This report is being submitted based on reporting requirements.

Accessible formats or communication supports are available upon request.

Jim MacSween, B.A.A.
Chief of Police

JMS:II

Attachments (7)

- Financial Reporting for the Period Ending December 31, 2021 – Attachment 1
- Financial Reporting for the Period Ending December 31, 2021 – Attachment 2
- Financial Reporting for the Period Ending December 31, 2021 – Attachment 3
- Financial Reporting for the Period Ending December 31, 2021 – Attachment 4
- Financial Reporting for the Period Ending December 31, 2021 – Attachment 5
- Financial Reporting for the Period Ending December 31, 2021 – Attachment 6
- Financial Reporting for the Period Ending December 31, 2021 – Attachment 7