

## **Schedule of Financial Notes as of March 31, 2022**

### **SALARIES**

The salaries account is temporarily on budget with 24.0 percent spent at March 31<sup>st</sup>.

Net overtime is 56.8 percent spent which includes the estimated banked liability. Salary overtime is over budget primarily due to the Ottawa deployment in response to the Freedom Convoy which will be fully recovered. Increased workload in joint force Project Monarch and homicide investigations also contributed to the overspending.

### **BENEFITS**

Employee benefits account is unfavorable at 28.4 percent spent. Contributions for Canada Pension Plan and Employment Insurance are expensed relative to earnings until maximums are reached, whereas budgeted funding is measured evenly over the year. Last year at this time accounts were 28.5 percent spent.

### **OPERATING EXPENSES**

Total operating expenses are favourable at 19.1 percent spent compared to 19.4 at the end of the first quarter last year. Costs incurred due to the COVID-19 pandemic totalled \$53,420.

#### **Program Specific Expense**

Overall spending at 13% is below budget primarily due to underspending for investigative expenses.

#### **Professional Contracted Services**

Purchase of service is well below budget primarily due to lower than planned spending in the Air Support Unit.

#### **General Expense**

Overall spending is tracking close to budget. Telecom contracts and radio system licence accounts are over budget due to timing of Motorola radio system maintenance renewals.

A fuel cost stabilization adjustment using the Region's hedged rate is pending which will mitigate the unfavourable gas and oil variance. Underspending in fleet repairs and maintenance, training and uniforms due to timing of purchases offsets the overspending in the telecom and radio system accounts.

#### **Financial Charges**

Bank interest and transaction charges are below budget.

#### **Occupancy Expense**

Overall spending is below budget. Expenditures for hydro, office cleaning, and repairs and maintenance of buildings are under budget. This offsets the unfavourable variances in repairs

and maintenance of equipment, heat, and grounds maintenance accounts.

#### Minor Capital

Operating equipment purchases are below budget due to the timing of equipment replacement.

#### Debt Interest

Debt principal and interest entries for the first quarter are pending entry by the Regional Controllershship Office. These entries are expected to be completed in the second quarter.

### **REVENUES**

Provincial funding is above budget with additional funding from the Court Security and Prisoner Transportation upload partially offset by a shortfall with the Gun and Gang Specialized Investigations grant.

Overall Fees and Charges revenue is above budget due to a favourable variance from the cost recovery for the Ottawa Freedom Convoy deployment. Compared to the same period last year, revenue for paid duty increased by 197 percent.

COVID restrictions continued to limit total requests for clearance letters, vulnerable sector screening, and fingerprints during the first quarter. Compared to the same period last year these requests saw a slight increase, particularly in March as restrictions were lifted. The revenue impact due to COVID is \$156,750.

### **CAPITAL BUDGET SPENDING**

The capital spending authority for active capital projects totals \$57,946,449, consisting of \$30,494,440 in spending from inception to date and \$27,452,009 remaining balance to be spent. A request to re-profile capital budget of \$1.8 million has been submitted to fund the increase in construction costs at 240 Prospect Street, Newmarket. \$1.3 million will be re-profiled from the new #1 District Headquarters which will be completed under budget and \$500,000 will be re-profiled from planned renovations to existing facilities. The re-profiling request is subject to Council approval expected in June.

### **RESERVES**

#### Police Services Board Public Relations Fund

Year-to-date contributions to reserves as of March 31, 2022 total \$374, all from forfeited monies. Interest earned on this account totals \$630.

#### Development Charge Reserve

Development charge collections to date total \$2,700,150. Interest earned on this account totals \$40,003. Combined payments made on the development charge portion of debentures and capital projects total \$4,154,129.

### Sick Bank Reserve

The contribution to reserve was put on hold as of 2021 to increase the budget risk tolerance and mitigate budget pressures. A draw of \$191,750 was made to match sick bank payouts to retirees. Interest earned on this account totals \$8,038.

### Police Infrastructure Reserve

Year-to-date contributions to reserves as of March 31, 2022 totals \$273,454. Interest earned on this account totals \$8,501. A draw from the reserve of \$4,139 has been used to fund capital projects.