

2021 Budget Direction

Presentation to Committee of the Whole

May 14, 2020

Laura Mirabella

Commissioner of Finance
and Regional Treasurer

AGENDA

- 2021 Budget Context
- Financial Impacts of COVID-19
- 2021 Budget Objectives and Proposed Timeline



2020 APPROVED BUDGET AND ENDORSED OUTLOOK



Approved Budget

2020

+

Outlook

2021

2022

Tax Increase

2.96%

2.96%

2.96%

Gross Expenditures

\$2.5B

\$2.5B

\$2.6B

Net Expenditures

\$1.2B

\$1.2B

\$1.3B

Ten-Year Capital Plan

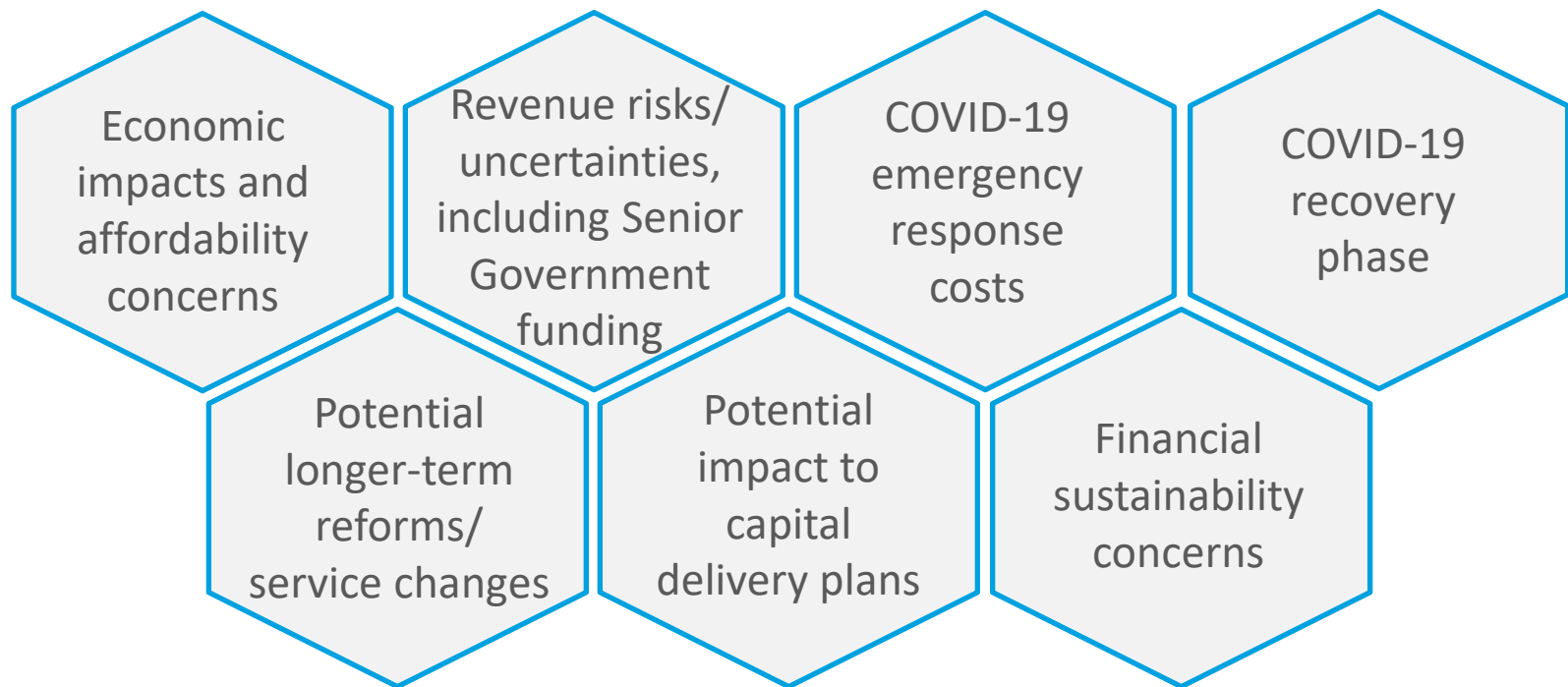
\$7.1B

Capital Budget

\$826M

2021 BUDGET CONTEXT

- The 2021 budget will need to address a greater level of uncertainty and additional pressures resulting from the COVID-19 pandemic



ESTIMATED IMPACTS OF COVID-19

Area	Costs (\$ Millions)	
	At April 30	Weekly Impact
Payroll costs	10.70	1.34
Non-payroll net costs	7.50	0.94
Social Services - Provincial Funding	(2.49)	-
<i>Sub-Total Direct Costs</i>	15.71	2.28
Waste management	0.40	0.06
Transit	5.15	0.52
Water and Wastewater	2.52	0.63
Court Services	1.26	0.32
York Regional Police	0.63	0.10
Other	0.11	-
<i>Sub-Total Indirect Costs</i>	10.07	1.63
Total	25.77	3.90

- Estimated costs are based on currently available information
- Additional details are included in the Memo on Financial Impacts of COVID-19, included in May 14 Committee of the Whole Agenda

RELIEF MEASURES TO SUPPORT BUSINESSES AND RESIDENTS



April 2, 2020:

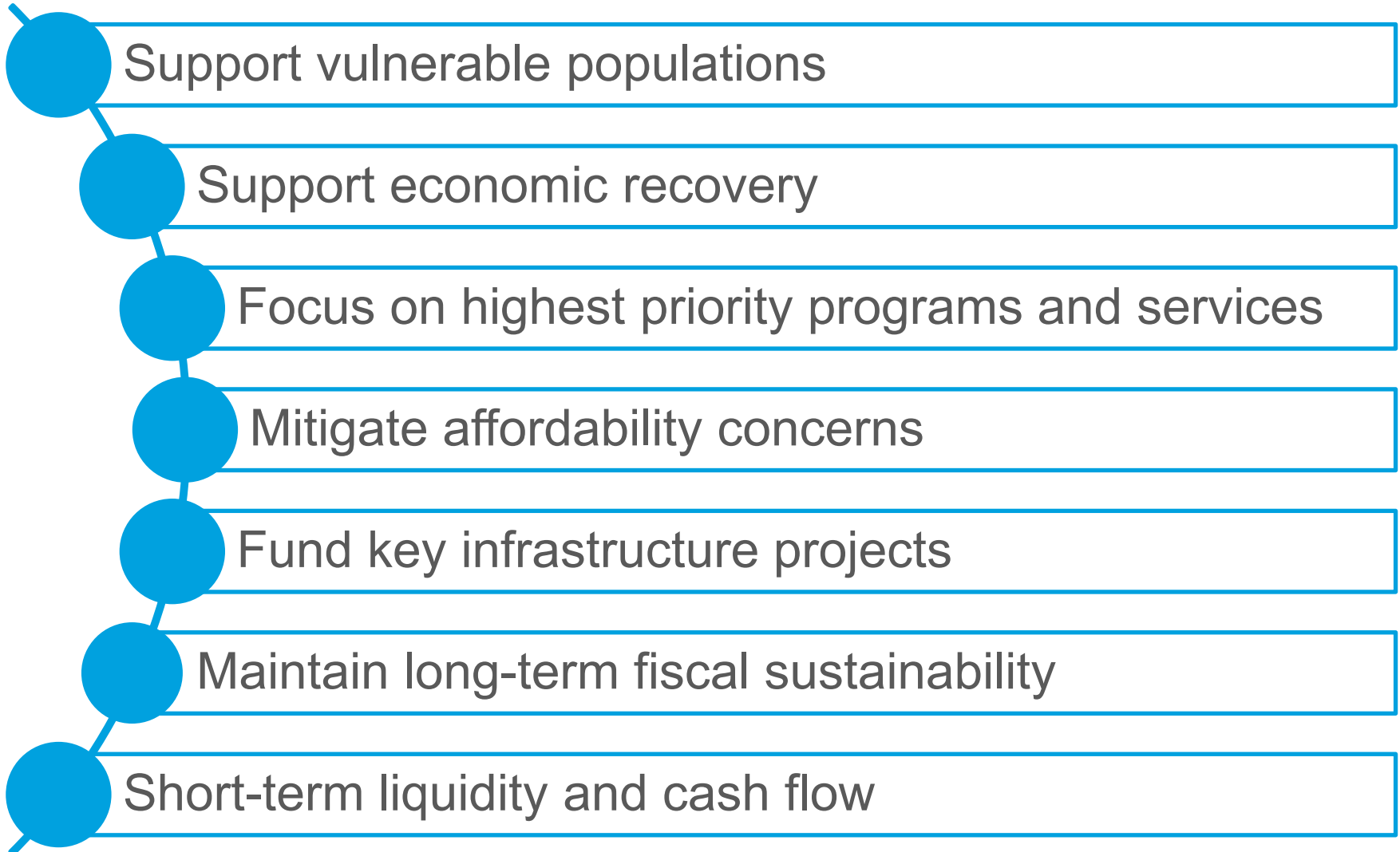
Council approved retaining the 2020 water and wastewater rates at their 2019 levels



April 30, 2020:

Council approved waiving interest until December 31, 2021 on any portion of property tax instalments, for the 2020 taxation year, not remitted to the Region as a direct result of a local municipality's COVID-19 tax relief program, except for the interest related to the final 2020 installment which shall be waived until March 31, 2021

OBJECTIVES GUIDING 2021 BUDGET DEVELOPMENT



PROPOSED 2021 BUDGET TIMELINE

Setting Direction

May 14
Budget Direction Report

Budget Development

Jun- Aug 2020
Budget development for each service area, incl. identification of COVID-19 budget impacts

Initial Review & Additional Inputs

Aug - Oct 2020
Initial budget analysis & reviews

Sept 2020
Report on 2020 Mid-Year Results, Year-End Forecast & COVID-19 impacts

Sept 2020
Report on Impact of Deferring 2020 Water Rate Increase

by Nov 15, 2020
Provincial Budget Tabling

Review

Nov 2020 - Jan 2021
Treasurer and CAO reviews, final adjustments to the budget, incl. incorporation of changes required by Provincial budget, and development of recommendation to Council

Approval

Feb 2021 COW
Conservation Authorities Budget Review

Feb 2021 Council
Budget Tabling

Mar 2021 COW
Budget Reviews

Mar 2021 Council
Budget Approval

RECOMMENDATIONS

Council endorse the proposed timeline for the development and approval of the 2021 budget, with 2021-2022 budget to be tabled with Council in February 2021, with consideration of approval in March 2021.

THANK YOU

