

The background of the slide features a photograph of the York Region Council Building. The building is a modern, multi-story structure with a prominent central tower composed of two cylindrical columns. Two circular clock faces are mounted on the tower. The building has large glass windows and a curved facade. The sky is clear and blue. In the foreground, there are decorative geometric shapes: a yellow semi-circle on the left, an orange semi-circle on the right, and a grey triangle at the bottom center.

2023 TO 2026 REGIONAL BUDGET

Presented to
YORK REGIONAL COUNCIL

Presented by
Laura Mirabella
Commissioner of Finance and Regional Treasurer

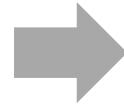
FEBRUARY 23, 2023

The logo for York Region, featuring a stylized white star or spark shape above the text.

York Region

REGIONAL COUNCIL/COMMITTEE REVIEW PROCESS

REGIONAL COUNCIL
January 26, 2023
Budget Tabling



COMMITTEE OF THE WHOLE

February 2, 2023

Community and Health Services (incl. Housing York Inc.)
Public Works

- Transportation Services
- Environmental Services

York Region Rapid Transit Corporation

COMMITTEE OF THE WHOLE

February 9, 2023

Conservation Authorities
York Regional Police
YorkNet

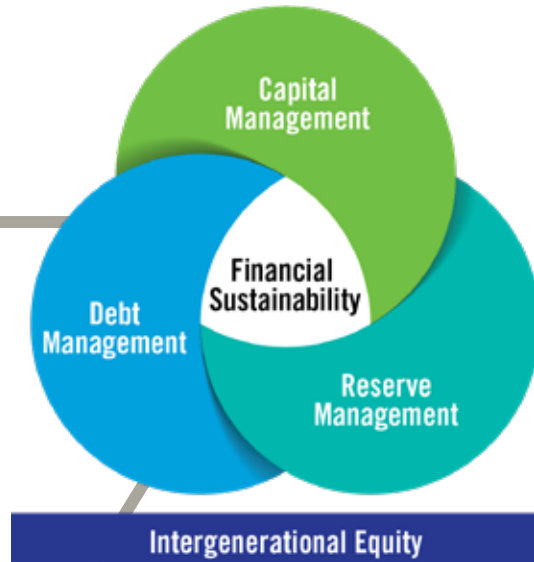
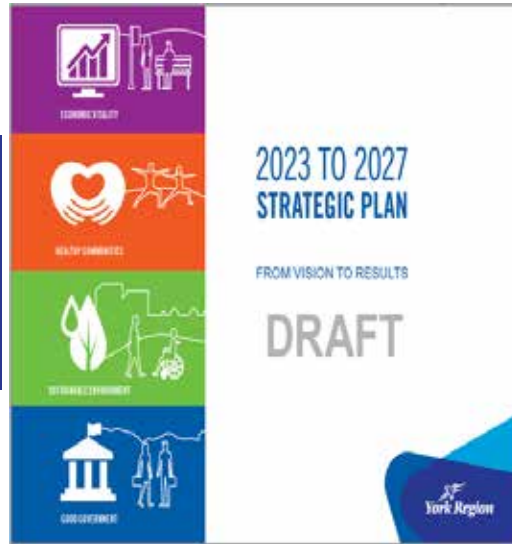
Corporate Management, Financial Initiatives and Court
Services



REGIONAL COUNCIL
February 23, 2023
Budget Approval

2023 BUDGET CONTEXT AND OBJECTIVES

15
CORE
SERVICES



BUDGET HIGHLIGHTS – ECONOMIC VITALITY



PRIORITY: FOSTER ECONOMIC PROSPERITY

**\$3.9
BILLION**
TRANSPORTATION
INFRASTRUCTURE



**\$1.12
BILLION**
YONGE NORTH SUBWAY
EXTENSION



INVESTING
**\$25
MILLION**
IN YORK U
MARKHAM CAMPUS



708
NEW NETWORK
CONNECTIONS




BUDGET HIGHLIGHTS – HEALTHY COMMUNITIES

PRIORITY: SUPPORT COMMUNITY WELL-BEING

122 
BILLION
LITRES OF CLEAN, SAFE
DRINKING WATER

41
STAFF
TO YORK REGIONAL
POLICE



COMPLETING
2 **PARAMEDIC**
STATIONS

35 
STAFF TO PARAMEDIC SERVICES

 FUNDING/ADMINISTERING OVER
6,700
COMMUNITY HOUSING UNITS
362 APPROXIMATE # OF NEW UNITS TO
HOUSING YORK INC.

CONTINUING CATCH UP ON
PUBLICLY-FUNDED ROUTINE
IMMUNIZATIONS 
FOR CHILDREN AND YOUTH

BUDGET HIGHLIGHTS – SUSTAINABLE ENVIRONMENT



PRIORITY: DRIVE ENVIRONMENTAL STEWARDSHIP

**\$3.1
BILLION**



TO GROW AND MAINTAIN
**WATER/WASTEWATER
INFRASTRUCTURE**

HOUSEHOLD
WASTE DIVERSION



92%

CURRENTLY

**70,000
TREES AND SHRUBS**



IMPLEMENTING THE COUNCIL-APPROVED
TRANSIT AND FLEET ELECTRIFICATION PLAN TO
PHASE OUT FOSSIL FUEL-POWERED VEHICLES

BY
2050

BUDGET HIGHLIGHTS – GOOD GOVERNMENT



PRIORITY: EFFICIENTLY DELIVER TRUSTED SERVICES

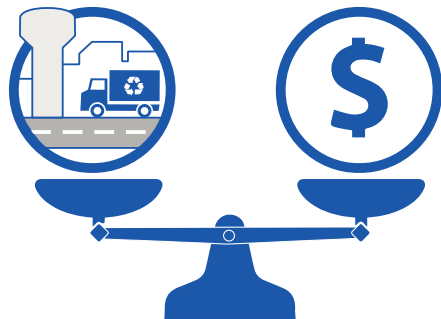


LEVERAGING TECHNOLOGY TO:
REDUCE TIME TO RESOLVE COURT MATTERS
IMPROVE CUSTOMER EXPERIENCE
SIMPLIFY PROCESSES TO IMPROVE EFFICIENCY

GROWING ASSET BASE



A STATE OF GOOD REPAIR



CONTRIBUTING TO RESERVES

FISCAL SUSTAINABILITY

MOODY'S
INVESTORS SERVICE
Aaa
WITH STABLE OUTLOOK

S&P Global
Ratings
AAA
WITH STABLE OUTLOOK

POTENTIAL INVESTMENT FOR CRITICAL COMMUNITY NEEDS



\$4.1M

**HOMELESSNESS
COMMUNITY PROGRAMS**

Enhance overall system capacity for direct care and shelter



\$5.5M

**HOUSING
INCLUDING HYI**

Expand housing supply to reduce the wait list



\$3.2M

**STRATEGIES AND
PARTNERSHIPS (COMMUNITY
INVESTMENT FUND)**

Continue to support residents with increasingly critical social needs

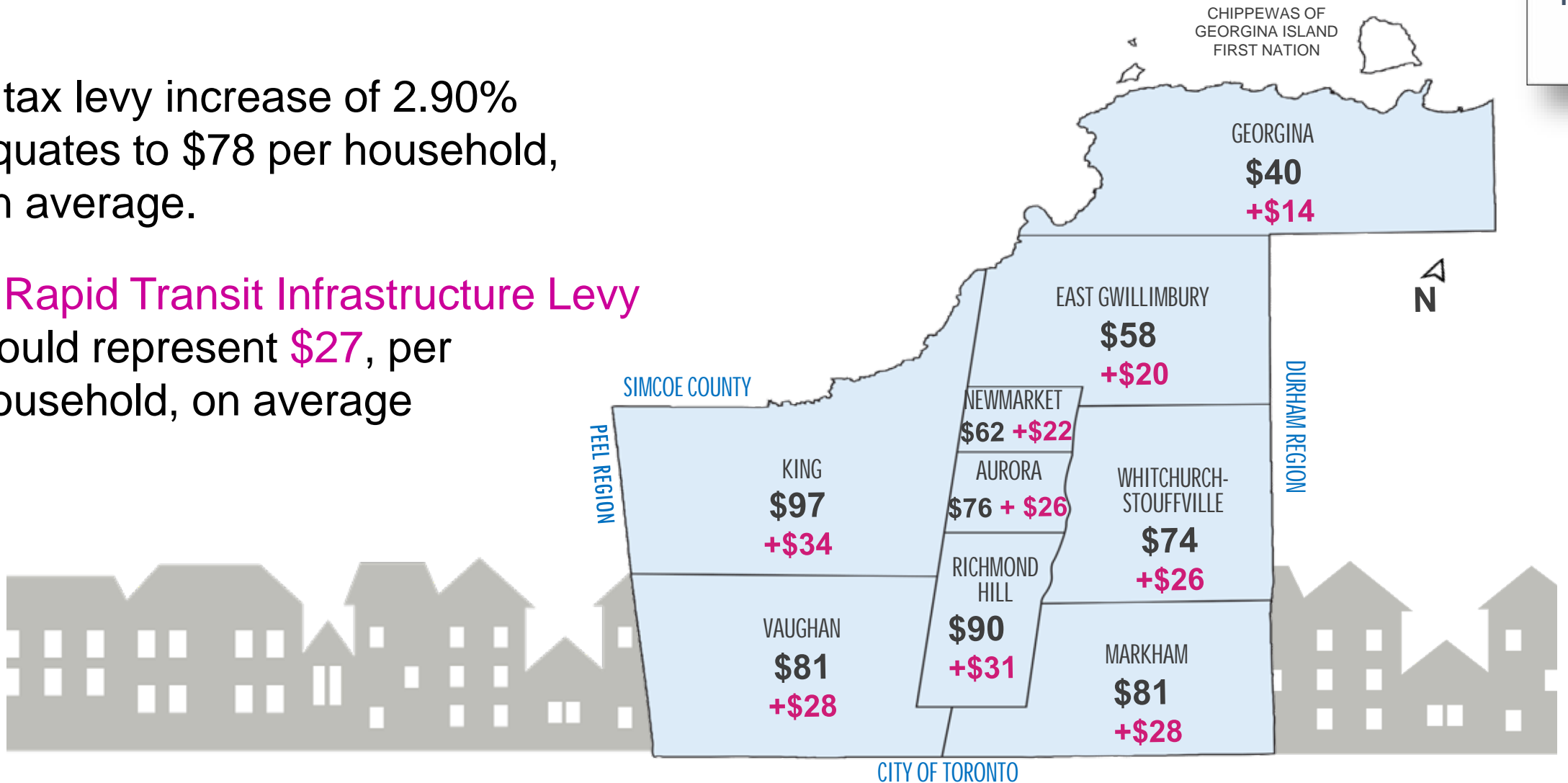
BUDGET RECOMMENDATION

	2023 Budget	2024 Outlook	2025 Outlook	2026 Outlook
Tax Increase (Base)	2.90%	2.75%	2.60%	2.60%
Rapid Transit / Infrastructure Levy*	1.00%	1.00%	1.00%	1.00%
Tax Increase (Total)	3.90%	3.75%	3.60%	3.60%
Gross Operating Expenditures	\$3.05B	\$3.12B	\$3.23B	3.34B
Net Expenditures after Assessment Growth Revenue	\$1.33B	\$1.39B	\$1.47B	\$1.54B
Ten Year Capital Plan	\$9.9B			
Capital Budget	\$894M			

* 2023 and 2024 represent a continuation of the 2022 Budget decision to fund the tax levy portion of the Yonge North Subway Extension through a separate levy. The 2025 and 2026 amounts are proposed to address other growth-related infrastructure needs

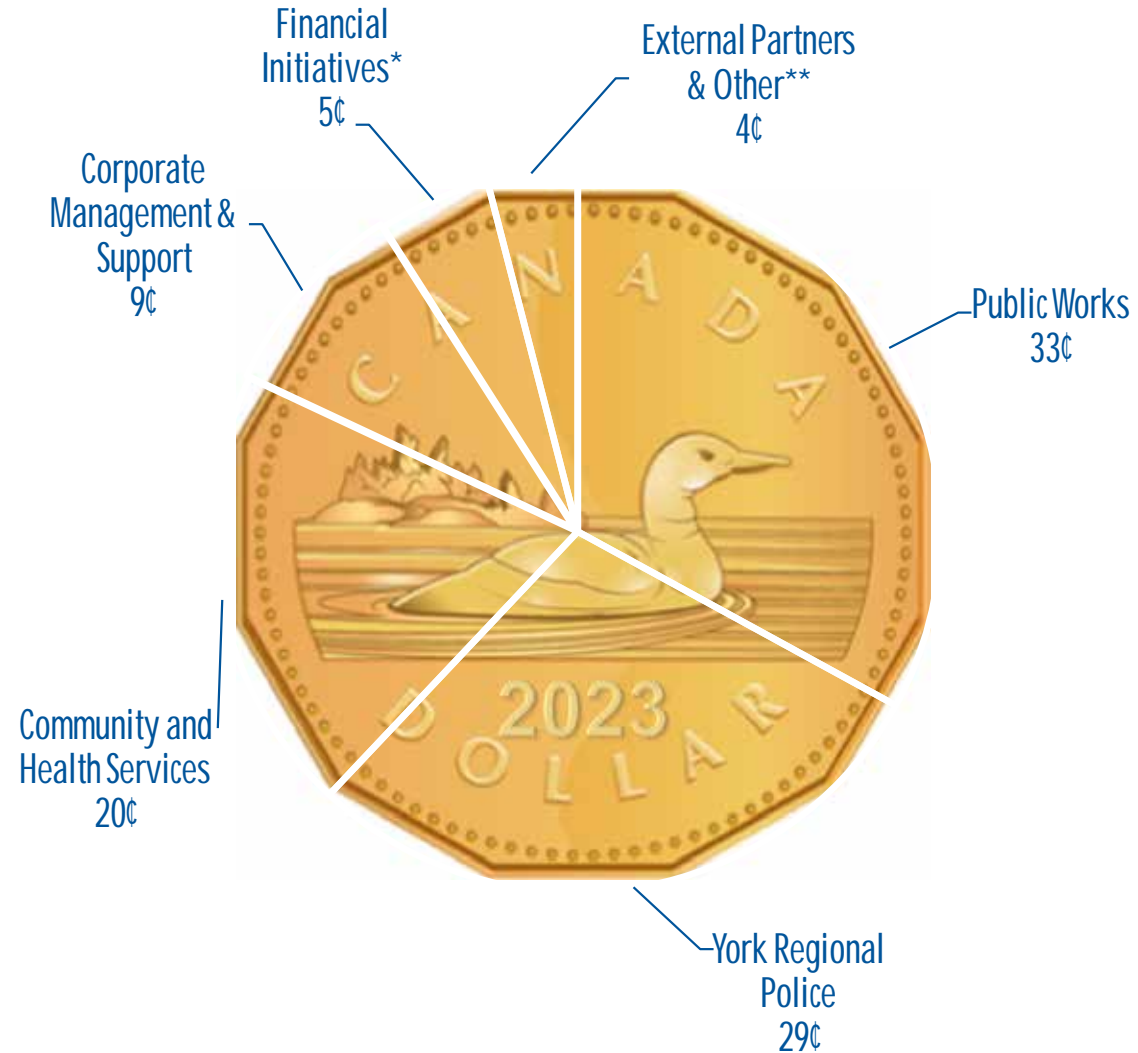
TAX IMPACT ON HOMEOWNERS IN 2023

- A tax levy increase of 2.90% equates to \$78 per household, on average.
- A **Rapid Transit Infrastructure Levy** would represent **\$27**, per household, on average



Note: The average assessed value of a residential property in the Region is \$802,239

HOW THE TAX DOLLAR IS SPENT



*Financial Initiatives includes the Rapid Transit / Infrastructure Levy

**Other includes York Region Rapid Transit Corporation, YorkNet, and Court and Tribunal Services

2023 PROPOSED BUDGET

DELIVERS ON KEY PRIORITIES



PROPOSES TAX LEVY INCREASE OF 2.90%



FIRST YEAR OF MULTI-YEAR BUDGET

CONTINUES INFRASTRUCTURE LEVY OF 1.00%



YONGE NORTH SUBWAY EXTENSION/
BUS RAPID TRANSIT/COMMUNITY HOUSING

FROM PANDEMIC RESPONSE TO RECOVERY AND RENEWAL

INCLUDES A ROBUST CAPITAL PLAN



ADDRESSES BOTH GROWTH-RELATED AND
ASSET MANAGEMENT NEEDS

STABLE DEBT LEVELS AND
HIGHER RESERVE BALANCES



PROMOTES FINANCIAL SUSTAINABILITY

AMENDED BUDGET RECOMMENDATIONS

2. Council approve the operating and capital budgets as follows:
 - a. The 2023 operating budget, reflecting a tax levy increase of 2.90% as tabled on January 26, 2023, detailed in the [2023 to 2026 Budget Book](#), and summarized in Attachment 2, **and amended by Table 1 of the Supporting Critical Social Infrastructure through the Community and Health Services Budget report dated February 22, 2023**
 - b. A Rapid Transit / Infrastructure Levy equivalent to a 1% tax levy increase as summarized in Attachment 2
 - c. The 2023 capital expenditures and Capital Spending Authority by project and by program group and associated funding sources detailed in the 2023 to 2026 Budget Book, as summarized in Attachment 3, and the authority to reallocate expenditures between projects within a program group, subject to the conditions outlined in this report

AMENDED BUDGET RECOMMENDATIONS – CONTINUED

3. Council endorse the 2024 to 2026 operating outlook tabled on January 26, 2023, including the Rapid Transit / Infrastructure Levy, as detailed in the 2023 to 2026 Budget book and summarized in Attachment 2, **and amended by Table 1 of the Supporting Critical Social Infrastructure through the Community and Health Services Budget report dated February 22, 2023.**
4. Council approve debt authority and reserve items as follows:
 - a. Incremental debt authority of \$367.8 million required for 2023 Capital Spending Authority by project as specified in Column B of Attachment 4
 - b. Total debt authority for capital projects up to the amounts specified in Column C of Attachment 4 (of the report) in accordance with the Capital Financing and Debt Policy
 - c. Approve a contribution of \$195 million to Sinking Fund Reserve for the purpose of meeting the Region's 2023 sinking fund obligations
 - d. Authorize the funding of capital projects that have been previously approved for debt financing from reserves where there are sufficient funds available and at the discretion of the Commissioner of Finance and Regional Treasurer

AMENDED BUDGET RECOMMENDATIONS – CONTINUED

5. Council endorse the reconciliation of the 2023 Budget to the full accrual basis of accounting, as required under Ontario Regulation 284/09, as summarized in the “Accrual Budget Presentation” chapter of the 2023 to 2026 Budget Book **and amended to reflect the changes to the operating budget noted in Recommendations 2(a) and 3.**

6. Council authorize the Commissioner of Finance and Regional Treasurer to:
 - a. Make any necessary adjustments within the total approved net Budget to reflect organizational changes and any other reallocation of costs
 - b. Apply for, accept and adjust the Budget and Capital Spending Authority for any additional Provincial and/or Federal funding provided there is no tax levy impact

ADDITIONAL INFORMATION SLIDES

ADDITIONAL FUNDING FOR CRITICAL COMMUNITY NEEDS

1. Council approve that the Pandemic Management Reserve Fund be renamed the Pandemic and Recovery Management Reserve Fund.
2. Council authorize the Regional Solicitor to prepare and/or amend the necessary bylaws.
3. Council approve that \$12,771,799 of the Community and Health Services 2022 operating surplus be contributed to the Pandemic and Recovery Management Reserve Fund.
4. Council approve the following adjustment to the 2023 Community and Health Services operating budget for inclusion into consideration of the Region's 2023 to 2026 Budget:
 - a) Add \$12,771,799 to the 2023 operating budget and the 2024 outlook, equivalent to a one per cent additional tax levy in 2023, to advance critical human services priorities, funded by annual draws from the Pandemic and Recovery Management Reserve Fund as outlined in Table 1.
 - b) Add \$12,771,799 to the 2025-2026 operating outlook to advance critical human services priorities, provisionally funded through annual draws from the Pandemic and Recovery Management Reserve Fund as outlined in Table 1, pending the review of sustainable funding options (per recommendation 5).

ADDITIONAL FUNDING FOR CRITICAL COMMUNITY NEEDS – CONT'D

5. Council authorize the Commissioner of Community and Health Services to transfer amounts from the Pandemic Management and Recovery Reserve Fund equivalent to the 2023 expenditures for the Housing Services priority area to the Social Housing Development Reserve Fund and to draw such amounts from the Social Housing Development Reserve Fund for the purpose of funding the 2023 expenditures for the Housing Services priority area.
6. Council direct the Commissioner, Community and Health Services to report back as part of the 2025 budget process on program outcomes, projected ongoing needs, proposed program design and options for sustainable ongoing funding beyond 2024.
7. Council authorize the Commissioner, Community & Health Services, to adjust funding allocations among the 2023 funding priorities identified in Table 1 as required.
8. Council authorize the Commissioner, Community and Health Services, to execute any necessary funding and other agreements in alignment with the priorities outlined in this report.

2023 BUDGET DOES NOT INCLUDE POTENTIAL IMPACTS OF BILL 23

Key Change	Estimate DC Shortfall (\$M)	Estimated % DC Shortfall
Phasing in of DC Rates Removal of Housing Services Removal of studies related costs Removal of land related costs Interest Rate Capped at Prime + 1%	-497	-10%
Affordable Ownership Exemption Attainable Housing Exemption Affordable Rental Exemption Non-profit Exemption Rental Discounts	-1,078	-23%
Additional Suites Exemption Inclusionary Zoning Exemption	TBD	
Total	-1,574	-33%