



# YORKNET 2024-2026 BUDGET

Presented to  
York Regional Council

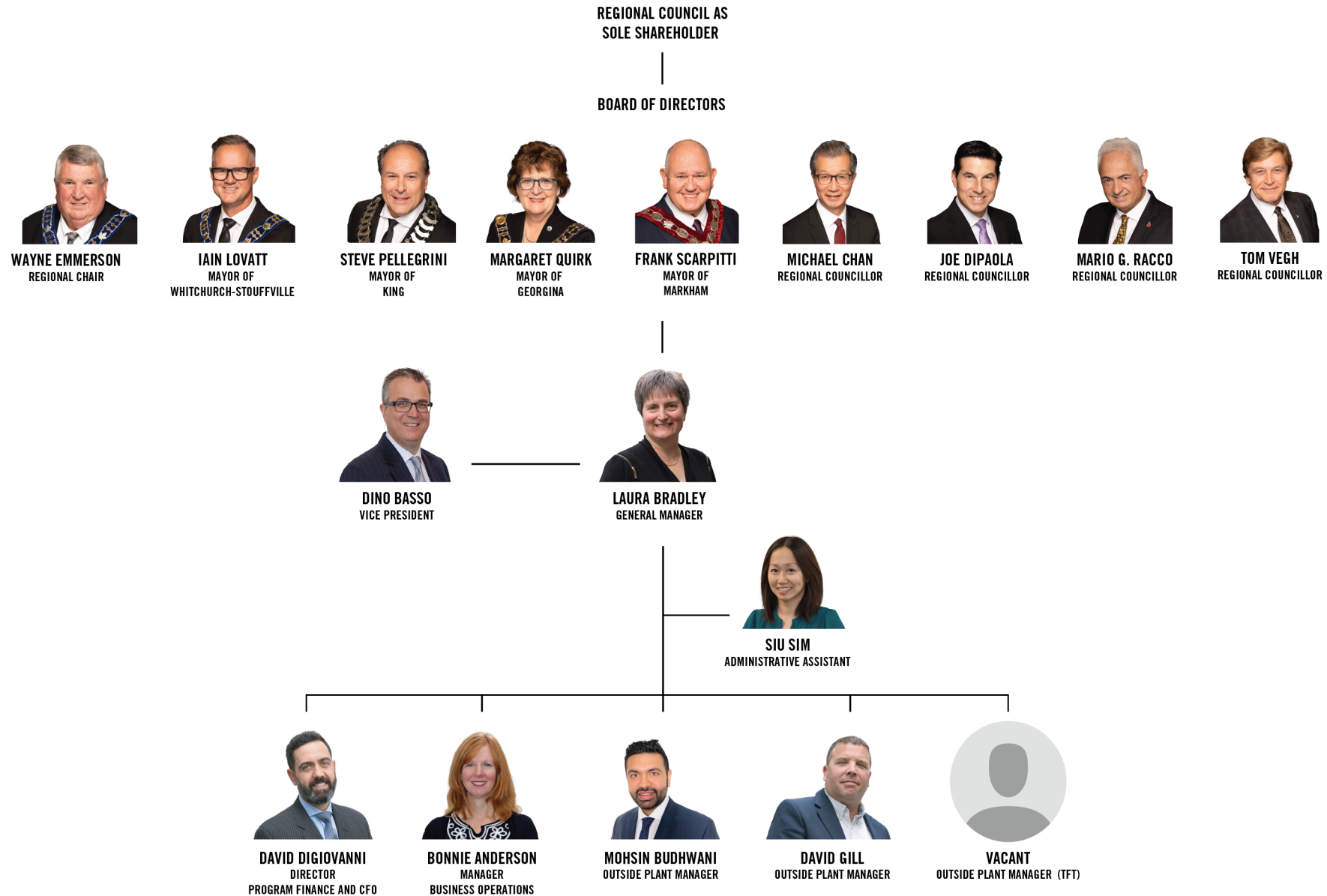
Presented by  
Laura Bradley, General  
Manager

Presented on  
December 7, 2023

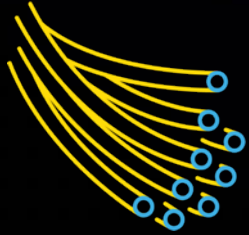
## Agenda

- YorkNet Mandate
- Creating Digital Equity
- Highlights for the 2024-26 Budget
- Alignment with the 2023 to 2027 Strategic Plan
- Operating Budget
- Capital Budget
- Wrap Up

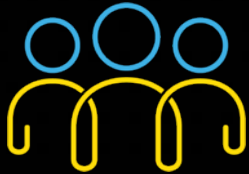
# ORGANIZATIONAL CHART



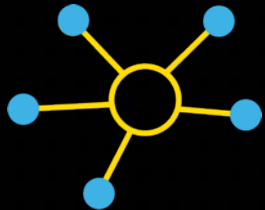
# YORKNET'S THREE PILLARS



Connect Regional Operations



Join Local Partners



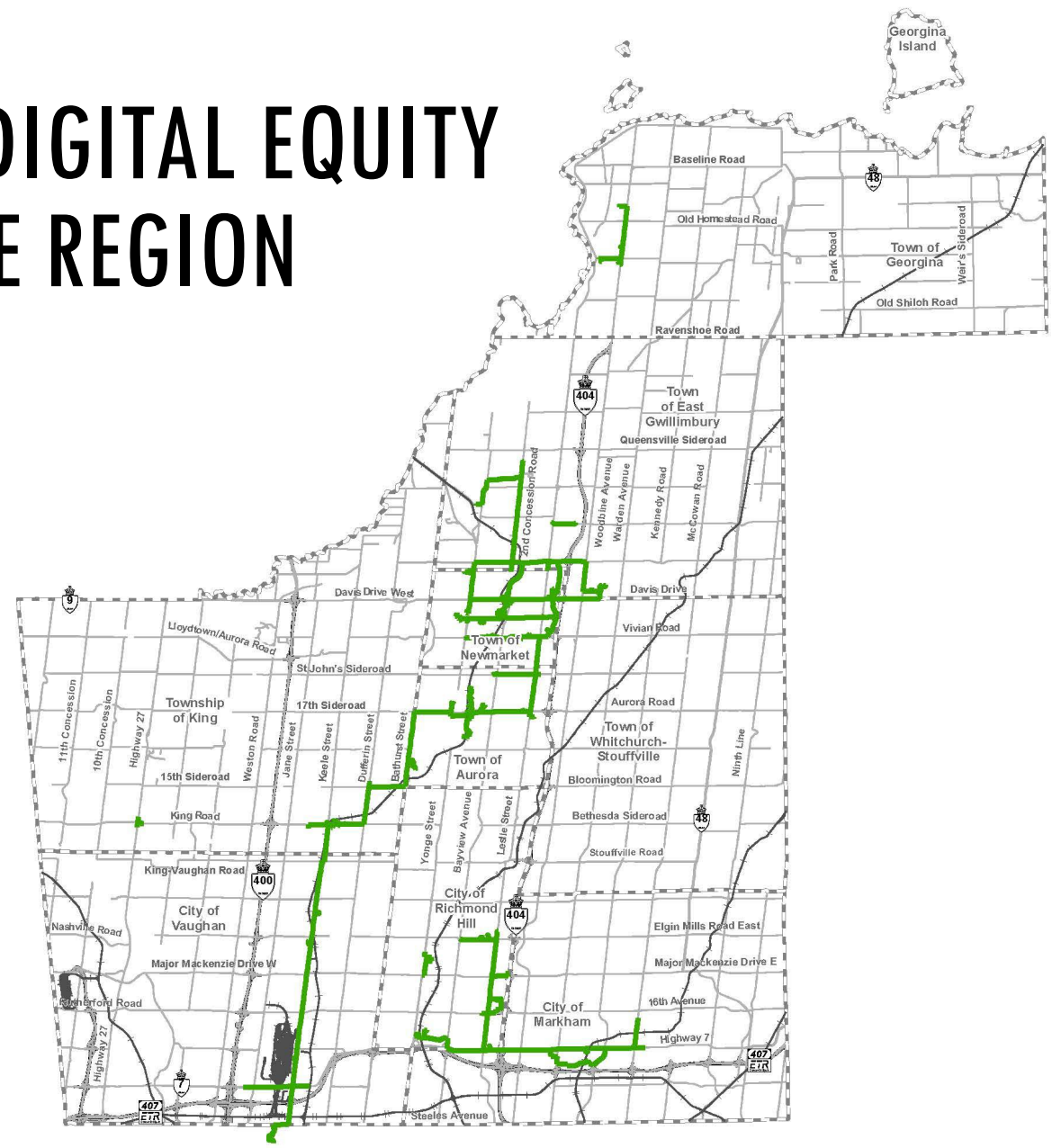
Share with Private Sector





# CREATING DIGITAL EQUITY ACROSS THE REGION

Network in 2018



# HIGHLIGHTS FOR THE 2024-26 BUDGET

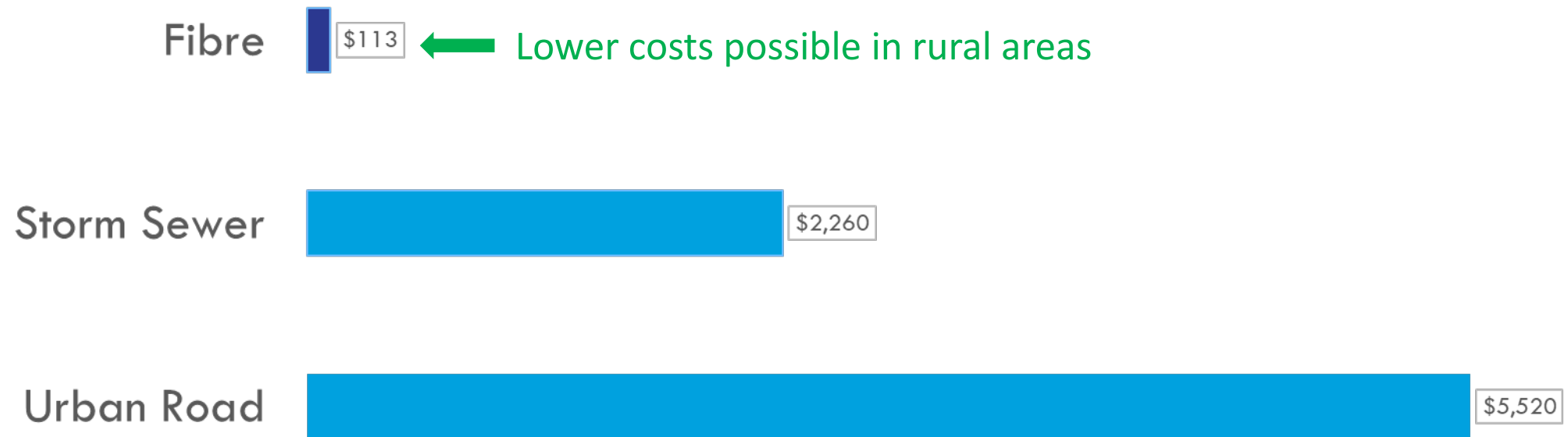
Provide the Region and MUSH sector partners with better, more cost effective, connectivity opportunities

Expansion Project adds over 700 km of network increasing diversity for Regional service and reaching underserved locations

Expansion project underway, facilitating digital equity across the Region

# SUPPORTING OUR BUSINESS NEEDS

## Average Cost Per Metre Comparison

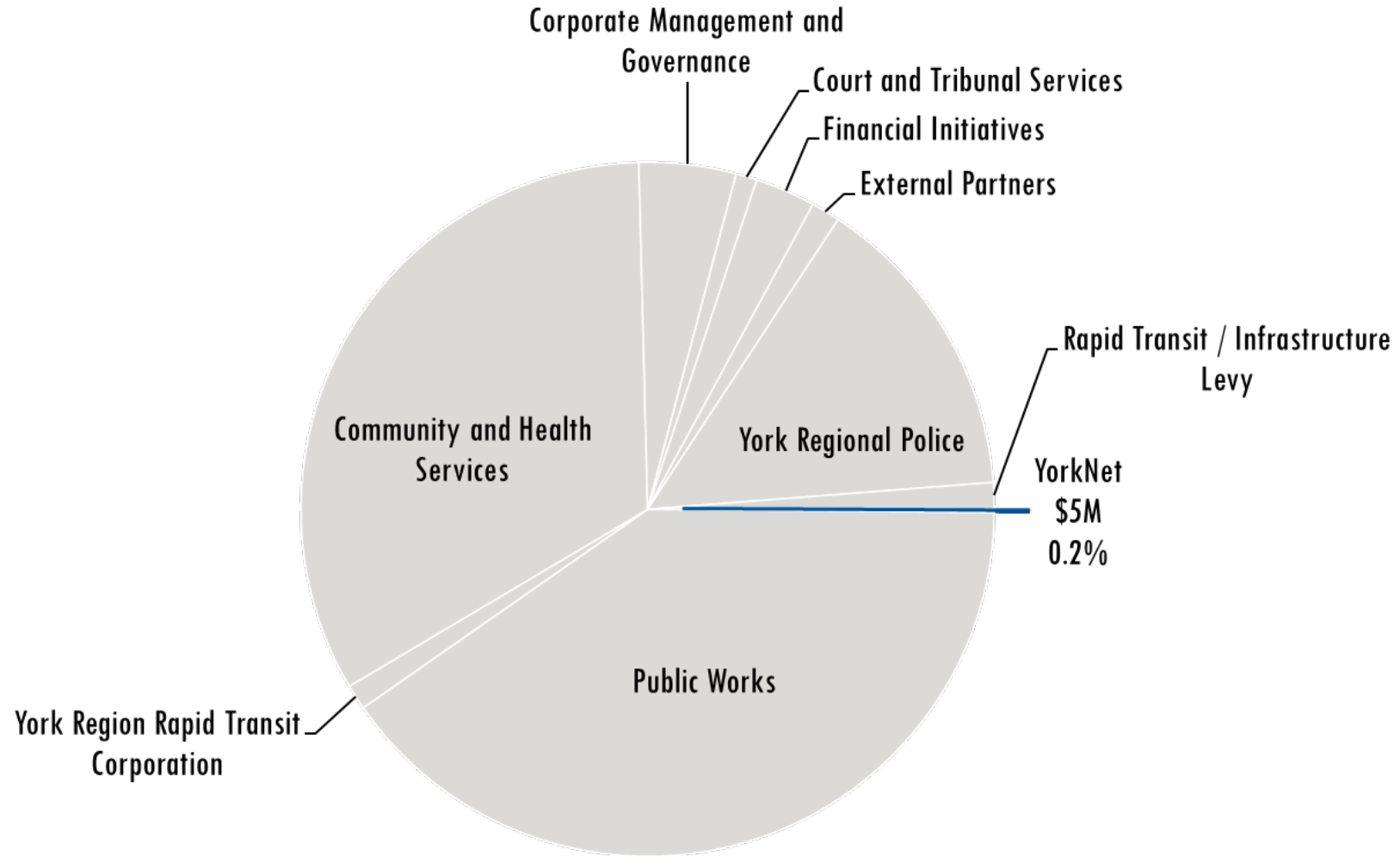


Fibre is an affordable investment, which can touch every citizen in many ways, every day:  
Education opportunities, work, business operations, health, socialization

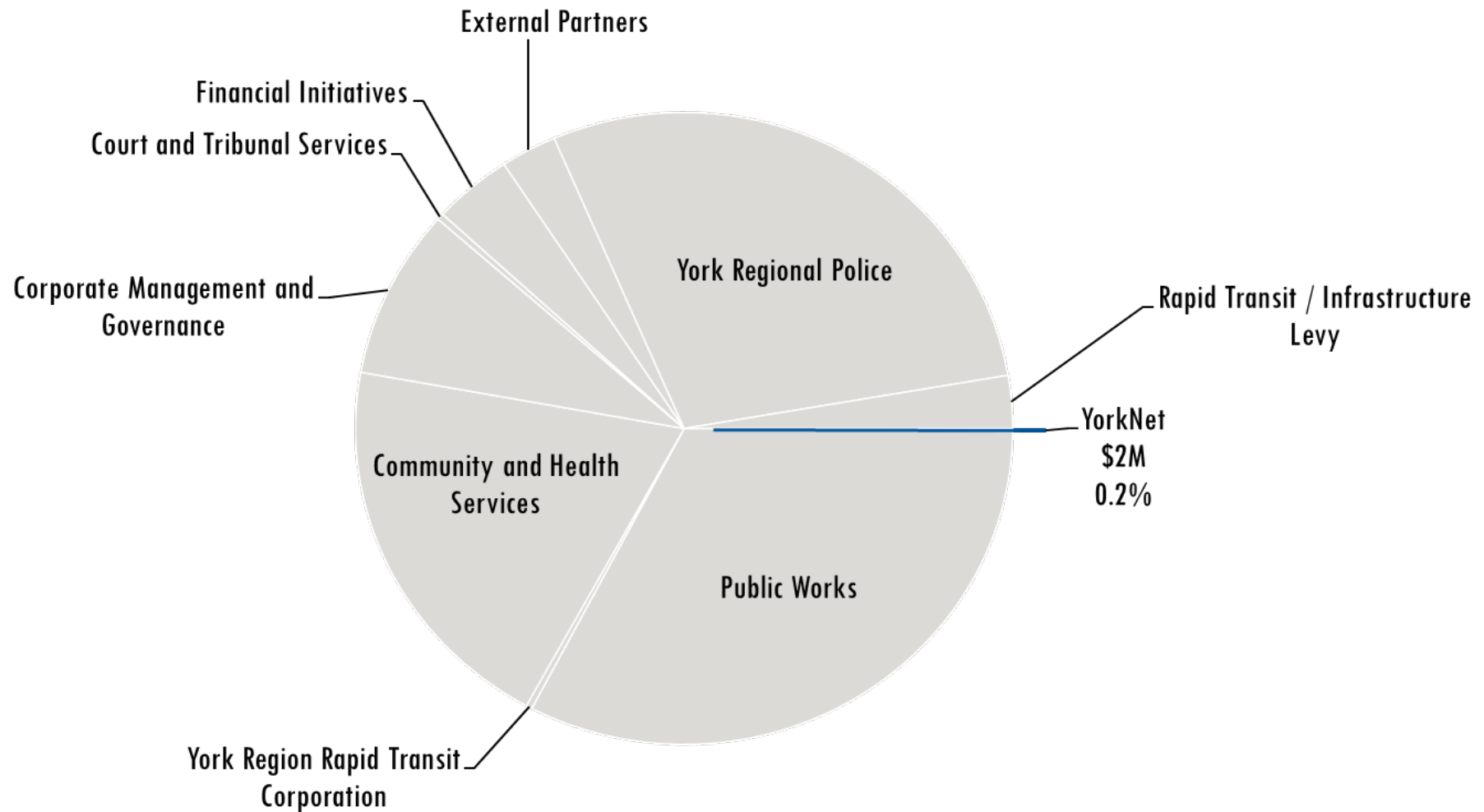
# OPERATING BUDGET



# YORKNET'S BUDGET IS 0.2% OF THE REGION'S EXPENDITURES

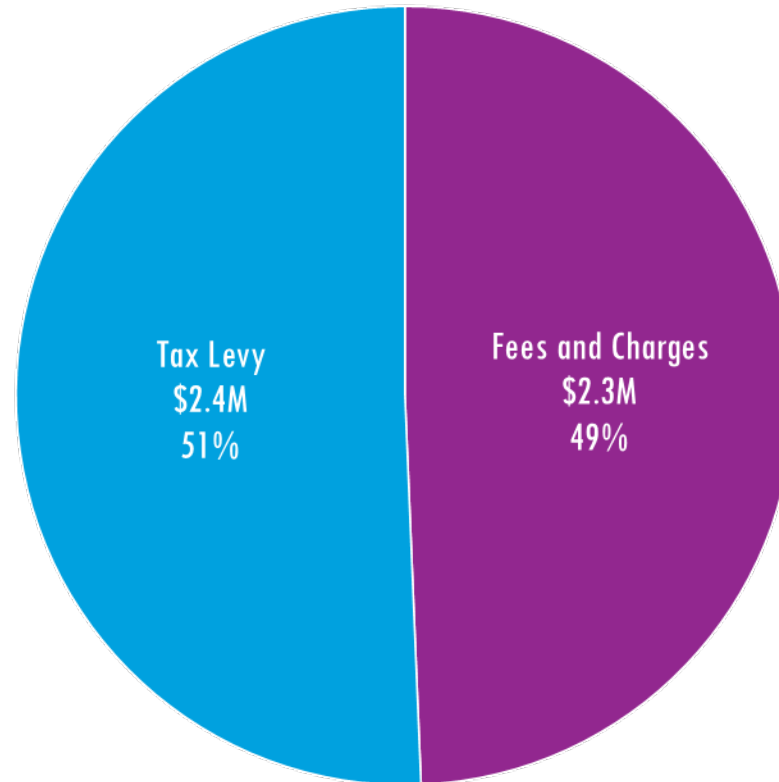


# YORKNET'S BUDGET IS 0.2¢ OF THE REGION'S TAX DOLLAR



# THE BUDGET IS FUNDED THROUGH TAX AND NON-TAX REVENUES

YorkNet gross spending of \$4.7M in 2024 funded 51% by tax levy



# OPERATING BUDGET AT A GLANCE

(in \$M)	Approved	PROPOSED	OUTLOOK	
	2023	2024	2024	2025
<b>Proposed Budget (Net)</b>	2.9	2.4	2.2	1.5
Total Budget Change		(0.5)	(0.2)	(0.7)
Restated Outlook		2.4	2.2	1.5
Increase / (Decrease) from Outlook		0.3%	0.7%	1.2%

# SUMMARY OF CHANGES TO OUTLOOK

(in \$M)	APPROVED*	PROPOSED	OUTLOOK	
	2023	2024	2025	2026
Gross Expenditures:				
YorkNet	4.2	4.8	5.1	5.4
	4.2	4.8	5.1	5.4
Non-Tax Revenues	(1.3)	(2.3)	(2.9)	(3.9)
<b>Net Expenditures</b>	<b>2.9</b>	<b>2.4</b>	<b>2.2</b>	<b>1.5</b>
Increase / (Decrease) - Year over Year		-17.1%	-8.9%	-30.3%
Compared to 2023 Outlook		0.3%	0.7%	1.2%
<b>FTEs - Total</b>	<b>15.0</b>	<b>15.0</b>	<b>15.0</b>	<b>17.0</b>
- New		-	-	2.0
2023 Outlook (new FTEs)		-	-	2.0

# EFFICIENCIES AND SAVINGS INITIATIVES

- Reviewed historical spending and aligned budget accordingly
- New revenues anticipated in 2024, including new revenues from existing customers

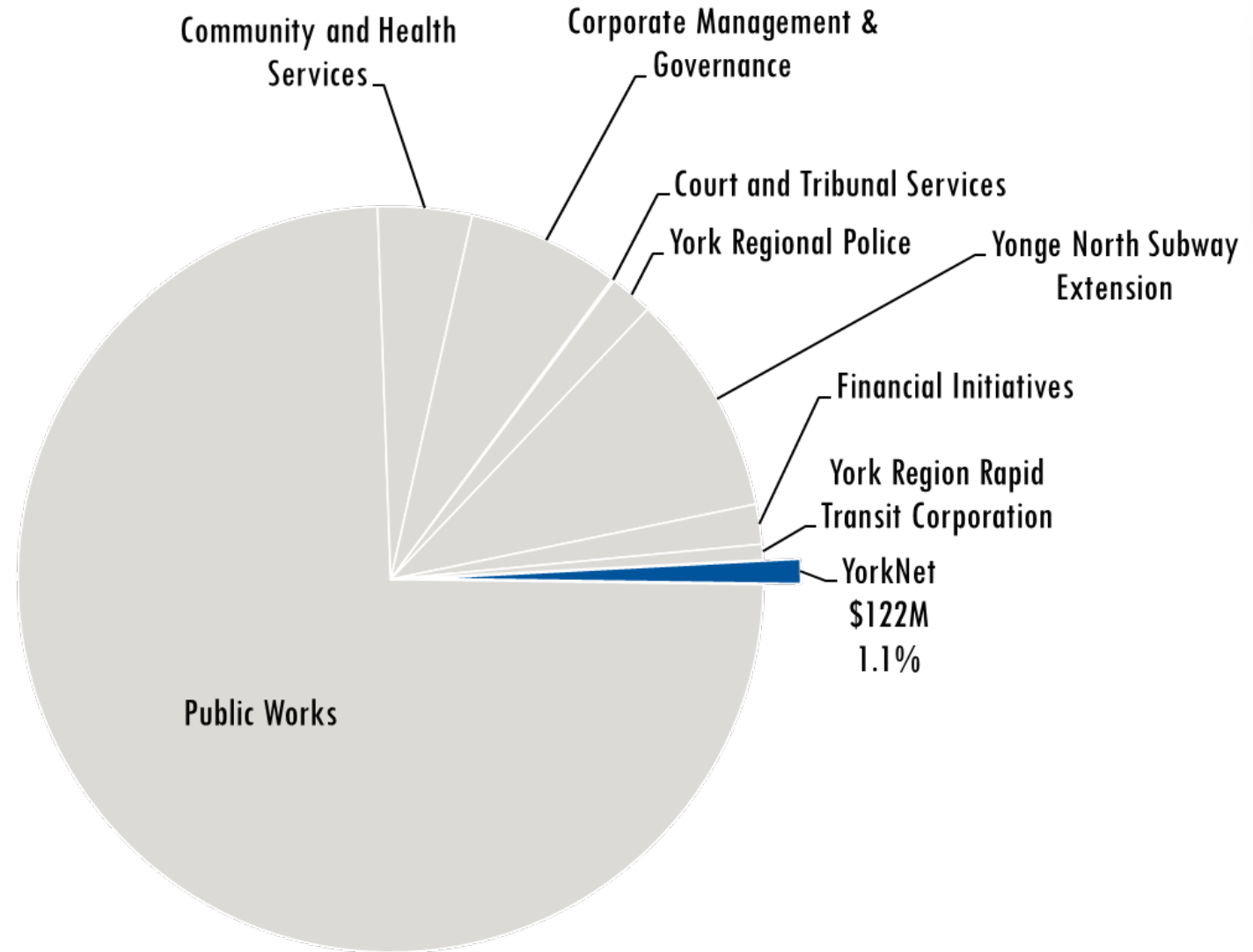
# CAPITAL BUDGET

# CAPITAL BUDGET AT A GLANCE

<b>Proposed Capital Budget</b>	<b>(\$ in millions)</b>
Capital Budget for 2023	\$41.1M
<b>Capital Budget for 2024</b>	<b>\$48.3M</b>
<b>Ten-Year Capital Plan (2024-2033)</b>	<b>\$122.3M</b>
<b>Capital Spending Authority</b>	<b>\$122.3M</b>

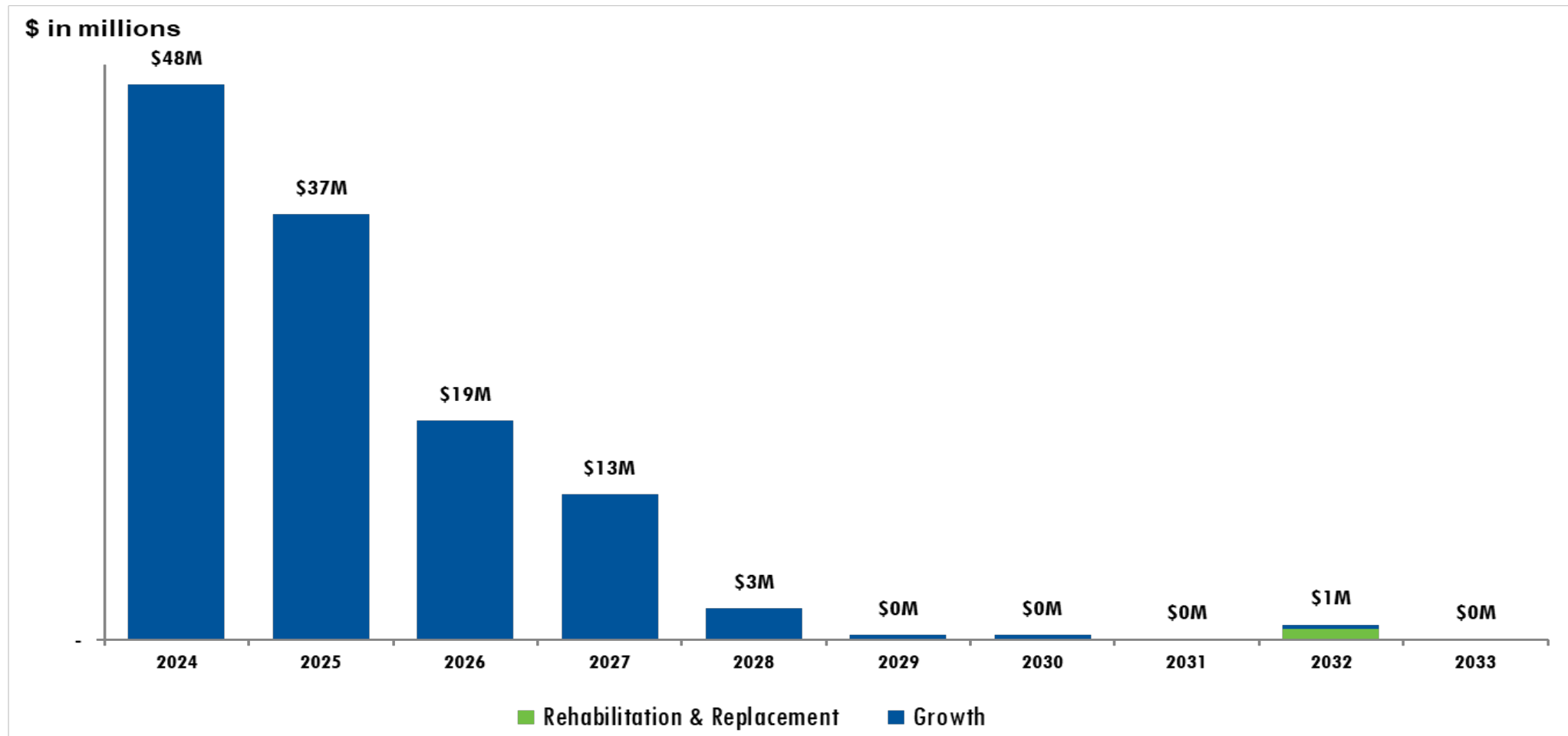


# TEN-YEAR CAPITAL PLAN IS 1.1% OF THE REGION'S PLAN



# 2024 CAPITAL PLAN BY CATEGORY

YorkNet's 2024 ten-year capital plan is \$122.3M, of which 99.2% is for growth project and 0.8% is for asset management



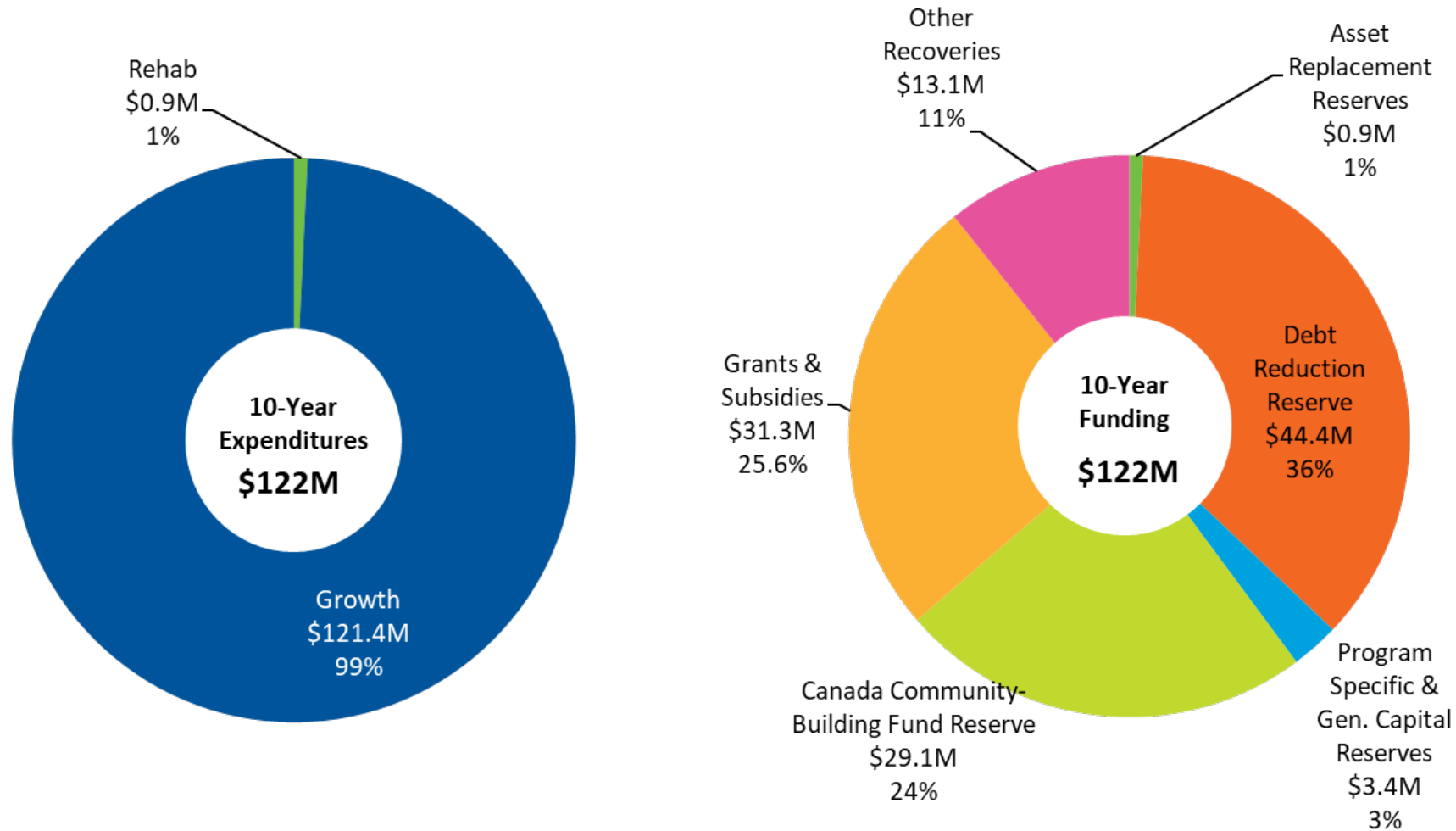
# SUMMARY OF THE CAPITAL BUDGET

Buildout 98% of network plan by 2032 to enable business operations for Regional Services

Connect 1,400 Regional & Municipal sites by 2030

Support Digital Equity across the Region

# CAPITAL EXPENDITURES AND FUNDING



Leveraging other funding sources, YorkNet can deliver broadband for less than 50 cents on the dollar

# WRAP UP

# THE FUTURE IS BRIGHT FOR BROADBAND IN YORK REGION



- Connectivity underpinning all service areas
- Collaborate with Local Municipalities for digital future
- Collaborate with private sector to enable digital equity

# MULTI-YEAR BUDGET OVERVIEW

## OPERATING BUDGET

	APROVED	PROPOSED	OUTLOOK	
	2023	2024	2025	2026
Gross Expenditures (\$M)	4.2	4.8	5.1	5.4
Non-Tax Revenues (\$M)	(1.3)	(2.3)	(2.9)	(3.9)
Net Tax Levy (\$M)	2.9	2.4	2.2	1.5
FTEs - Total	15.0	15.0	15.0	17.0
- New		-	-	2.0

## CAPITAL BUDGET

2024 Capital Expenditures (\$M)	48.3
Ten-year Capital Plan (\$M)	122.3
Capital Spending Authority (\$M)	122.3

# BUDGET RECOMMENDATION

1. Committee of the Whole recommends the budget as submitted for YorkNet as follows:
  - a. The 2024 operating budget and 2025 to 2026 operating outlook as summarized in Attachment 1
  - b. The 2024 capital expenditures and Capital Spending Authority, as summarized in Attachment 2
2. The recommended budget be consolidated by the Commissioner of Finance and Regional Treasurer for consideration by Council on December 21, 2023