

PCCP 2020 Draft Budget



**Presentation to
City of Peterborough
January 14, 2020**



2020 Draft Budget

- Gross spending increased by \$1,272,562 or 6.88% over 2019
 - Operations increase \$552,883 or 3 % over 2019 budgeted operations
 - Capital and reserve transfer increase of \$719,679 from 2019
- Total Budget for 2020 is \$19,773,518
- Payroll the largest component of the budget at approx. \$13.9M (Payroll is 70.4% of the PCCP total gross budget and 79% of the gross operating budget)
- Estimated payroll increase for 2020 is \$463,624 or 3.4% over 2019 budgetary allocation and is driven by salary and benefit cost increases as well as annualization of the new paramedic positions added in 2019.
- The estimated increased cost due to annualization (included above) of new positions is estimated to be \$215,280 for 2020.
- Budget includes an estimated increase for wages, however, the paramedic contract will expire in 2019 and the actual 2020 wage rate will need to be determined through collective bargaining.
- Other cost factors for salaries include the estimate for CPP, EI, OMERS, and Health Benefits.

2020 Draft Budget

- Other expense increases for administrative expenses (in addition to administrative salary increases) totalling \$5,481 include the following:
 - GIS Tracking for new replacement ambulances
 - Auditing expenses
 - Software expenses
 - Internal transfers (increasing salary and benefits within other department)
- Ambulance fuel, maintenance and repairs expenses are increasing by \$6,598
- Patient Care Equipment and Supplies (drugs, medical disposal, laundry and bedding, equipment maintenance, etc.) are increasing by \$17,000 and capital purchases and reserve contributions for Patient Care Equipment are forecasted to increase by \$806,234 in 2020 (funded by reserves). The largest planned expenses is the replacement of Defibrillators at an estimated cost of \$677,005.

2020 Preliminary Draft Budget

- Three ambulances with power stretchers are being replaced in 2020 as well as energy retrofits to the command trailer. The estimated cost for vehicles in 2020 is \$552,000, funded by reserves. This is a gross reduction in capital vehicle spending of \$93,694 for 2020 over 2019.
- Contributions to reserves for vehicle replacement are increasing by \$29,001 for 2020.
- Facility expenses have increased by \$28,067 (including an increase of \$947 for reserve contributions) for 2020. The major operating expense increase is within the lease payments for the Clonsilla Facility. Security upgrades are being planned for the Armour Road Facility at a cost of \$30,000 and minor renovations at the Lakefield Facility at a cost of \$7,000.
- 2020 Preliminary levy increase, is 5.52% for the County and 1.51% for the City. The County tax levy increase is considerably higher for 2020 as there are less Cross Border funds being used in 2020 and the increase is being felt within the tax levy. The City budget provided for 2019 did not take into account any cross border funds, therefore, a higher increase was experienced by the City in 2019 than the County.

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- The County has not received notice of Provincial Funding for 2020, however, has estimated the grant as \$8,480,172 and represents an increase of 4.7% over the 2019 grant. While the amount to be received in 2020 is unknown, we understand that the funding formula used in the past will remain the same, therefore, it is assumed that there will be an increase in funding in 2020 to assist with the Paramedic Expansion undertaken in 2019.

