

PCCP 2022 Preliminary Draft Budget



**PRLC Meeting –
September 9, 2021**



2022 Preliminary Draft Budget

- In mid July 2021, the County received a notice from the Ministry of Health, indicating 2021 grant funding of \$8,724,367, which represents an increase of approximately \$249,976 over the 2020 grant. The 2021 grant of \$8,724,367 is slightly higher (\$8,210) than what was budgeted for 2021.
- Although we have not been provided with details of the 2022 funding, using the current funding formula (and the one used in prior years), we have estimated the 2022 Provincial Funding Grant to be \$8,713,749, which is a slight decrease over 2021, however, the net budget for 2022 is slightly less than 2021.
- The County has heard little news in 2021 about the Province's announcement in 2019 to reduce paramedic services across the Province and has prepared the 2022 budget assuming funding calculations will continue in the same fashion as prior years.

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- Gross spending decreased by \$252,603 or 1.25% over 2021 budget
 - Operations increase \$162,863 over 2021 budgeted operations (primarily due to salary increases)
 - Capital and reserve transfer decrease of \$415,466 from 2021
- Gross spending includes both operating and capital expenditures. In the 2021 budget, there were significant expenses included for COVID-19 which have been greatly reduced in the draft 2022 budget (mostly facility and pandemic costs). In addition, the 2021 budget included total capital purchases of \$1,457,855 versus \$939,947 in the draft 2022 budget. All capital purchases are funded by prior year reserve contributions.
- While overall gross spending for 2022 has decreased by \$252,603 or 1.25% (this is primarily due to the decrease in capital spending), the levy requirement is increasing due to the fact that the expenses that are increasing in 2022 are not covered by reserve funds.
- Total Gross Spending for 2022 is \$19,949,965
- Payroll the largest component of the budget at approx. \$14,048,096 (Payroll is 70% of the PCCP total gross budget and 78% of the gross operating budget)
- Estimated payroll increase for 2022 is \$199,509 over 2021 budgetary allocation and is driven by salary and benefit cost increases.
- Budget includes a new part-time logistics personal position and a negotiated increase for wages.

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- Expense increases for administrative expenses (including administrative salary increases) totalling \$101,363 include the following:
 - IT Software Increases for MS Licencing for Intune to permit medics to access county emails with personal devices
 - Purchase of Narcotic Safes
 - Consulting services for Master Plan Refresh
 - Internal transfers (increasing salary and benefits within other departments who provide service to the PCCP department)
- Ambulance maintenance, insurance and licencing expenses are increasing by \$61,030 (majority is maintenance increases)

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- Patient Care and Supplies expenses (drugs, medical disposal, laundry and bedding, equipment maintenance, etc.) are decreasing by \$680,025, largely due to capital decreases and reductions in medical non disposable supplies (2021 budget had significant expense for replacement of defibrillators)
- The 2022 budget does include a requirement to outfit each vehicle and each base with pediatric sensors at a cost of \$20,000 (included in Patient Care and Supplies Expenses – Medical Non Disposable Items).
- Planned capital purchases for 2022 (funded entirely by reserves and included in Patient Care and Supplies expenses) include the purchase of Paramedic Education Simulator Equipment, a Mask Fit Test Machine, a Nocospray Machine and 3 power stretchers, at a total estimated cost of \$159,096. Contributions to reserve for future patient care expenses of \$207,179.

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- One ERV is being replaced in 2022, along with three ambulances with power stretchers. The total estimated cost is \$735,516, an increase of \$157,516 over 2021, all of which is being funded by reserves (no levy impact)
- Contributions to reserves for vehicle replacement are increasing by \$79,467 for 2022. Total reserve contributions for future vehicle replacement in 2022 budget is \$718,938.
- Facility expenses are decreasing by \$121,517 for 2022 and includes some garage mechanical system replacements at Armour Road for an estimated cost of \$40,000, funded by reserves. Included in the 2022 draft budget are contributions to future facility replacement requirements of \$65,338 (an increase of \$327 over 2021 contributions)
- 2022 Preliminary levy increase is 5.83% or \$214,138 for the County and 4.97% or \$265,255 for the City. In summary, major impacts on the 2022 draft budget include;
 - Salary and Benefit Increases
 - IT Software Requirements
 - Master Plan Consulting Fees
 - Vehicle Maintenance
 - Drugs
 - Insurance
 - Medical Non Disposable Items
 - Reserve contributions (primarily for vehicle replacement)

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- The County implemented a new program in 2021 called the Substance Use and Addictions Program. This program is in conjunction with Peterborough Police and is funded 100% by the Federal Government. The 2022 budget includes the continuation of this program.
- The SUAP program funds the participation of a community based paramedic on a multi-jurisdictional mobile outreach team designed to provide support and connect people at risk of experiencing opioid-related overdoses to community services in Peterborough.
- In 2020 and 2021, the PCCP department was involved in a Community Paramedicine Program, providing assistance to the Peterborough Regional Health Centre, related entirely to COVID-19. This program was 100% funded by the Province of Ontario. It is uncertain at this time if this program will continue in 2022, therefore, neither revenue nor expenses were budgeted for 2022.
- The PCCP department has applied to continue the Paramedicine program in 2022, however, has not received word if this program will be continuing or not in 2022. The budget does include funding for the continuation of this program, assuming the cost is entirely funded by the Province, with no levy impact. If funding is not available to continue this program, the program will be ceased.
- Staff caution that this **draft** budget is an **estimate only** and is subject to change as Provincial Funding levels have not yet been provided.

