



City of
Peterborough

To: **Members of the Budget Committee**

From: **Sandra Clancy, Director of Corporate Services**

Meeting Date: **November 23, 2015**

Subject: **Report CPFS15-064**
Fairhaven 2016 Budget

Purpose

A report to inform Council that the 2016 Budget submission for Fairhaven will be reviewed on Tuesday, November 24, 2015.

Recommendation

That Council approve the recommendation outlined in Report CPFS15-064, dated November 23, 2015, of the Director of Corporate Services as follows:

That the presentation and budget details presented to the November 24, 2015 Budget Committee by Fairhaven, be received.

Budget and Financial Implications

There are no additional budget and financial implications of the recommendation.

Background

The Budget Committee is scheduled to review the 2016 Draft Budget during the week of November 23, 2015.

Tuesday, November 24, 2015 has been set aside to review budget requests from outside Boards and Agencies. If requested, representatives from Fairhaven are

prepared to attend to make a short presentation and answer questions about the amounts that are included in the Draft 2016 Budget. The Budget Committee will resume its review of City departments either later that evening, or on Wednesday, November 25, 2015.

Included on page 172 of the 2016 Budget Highlights Book is the Operating request from Fairhaven. In addition, as part of report CPFS12-062 dated September 4, 2012, Council resolved that beginning with the 2013 Capital Budget, an annual provision would be included in the Draft Capital Budget (Ref # 3-4.05) to support Fairhaven's on-going capital program. The amount for 2016 is \$192,200. Chart 1 details the Operating and Capital components of the 2016 Fairhaven request.

Chart 1 2016 Fairhaven Budget Request

Service	2015 Approved	2016 Draft Budget	% Difference	\$ Difference
Fairhaven - Debt Servicing	679,054	679,054	0.0%	0
- Operating Support	333,333	626,670	88.0%	293,337
- Capital Financing	184,800	192,200	4.0%	7,400
	<u>1,197,187</u>	<u>1,497,924</u>	<u>25.1%</u>	<u>300,737</u>

The budgets are an estimate as the Fairhaven board has not yet approved a 2016 budget.

Additional budget details are appended to this report and further information will be provided by the agency representatives on November 24, 2015.

Submitted by,

Sandra Clancy
Director of Corporate Services

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Attachment:

Appendix A: Draft 2016 Budget for Fairhaven

Appendix A

Draft 2016 Budget for Fairhaven

Fairhaven
Operating Budget Statement of Financial Activities
2015 Budget to Projected Actual, 2016 Projected Operating Budget

		Projected 2016 Budget	2015 Budget	2015 Projected Actual	2015 to 2016 Budget - Fav. (Unfav.) Variance	2015 Favourable/ (Unfavourable) Variance	
Row	Col→ 1	2	3	4	5	6	7
↓							
1	REVENUE						
2	Residents' Fees						
3	Basic	\$ 4,858,094	\$ 4,813,094	\$ 4,838,094	\$ 45,000	\$ 25,000	
4	Preferred Accommodation	\$ 709,763	\$ 707,863	\$ 707,863	\$ 1,900	\$ -	
5	Total Residents' Fees	\$ 5,567,857	\$ 5,520,957	\$ 5,545,957	\$ 46,900	\$ 25,000	
6							
7	Province of Ontario Subsidy	\$ 13,073,007	\$ 12,831,288	\$ 12,806,288	\$ 241,719	\$ (25,000)	
8	City Contributions - Operating Budget	\$ 1,406,518	\$ 1,113,181	\$ 1,113,181	\$ 293,337	\$ -	
9	County Contributions - Operating Budget	\$ 693,184	\$ 546,521	\$ 546,521	\$ 146,663	\$ -	
10	Investment Income	\$ 21,000	\$ 21,000	\$ 25,000	\$ -	\$ 4,000	
11	Total Revenue	\$ 20,761,566	\$ 20,032,947	\$ 20,036,947	\$ 728,619	\$ 4,000	
12	EXPENSES						
13	Nursing and Personal Care	\$ 11,281,358	\$ 11,006,358	\$ 10,976,358	\$ (275,000)	\$ 30,000	
14	Program and Support Services	\$ 871,391	\$ 862,737	\$ 837,737	\$ (8,654)	\$ 25,000	
15	Raw Food	\$ 790,000	\$ 749,838	\$ 779,838	\$ (40,162)	\$ (30,000)	
16		\$ 12,942,749	\$ 12,618,933	\$ 12,593,933	\$ (323,816)	\$ 25,000	
17	Other Accommodation						
18	Housekeeping	\$ 845,760	\$ 820,047	\$ 835,047	\$ (25,713)	\$ (15,000)	
19	Building and Property Maintenance	\$ 1,255,000	\$ 1,203,090	\$ 1,218,090	\$ (51,910)	\$ (15,000)	
20	Nutrition Services	\$ 1,750,522	\$ 1,701,201	\$ 1,721,201	\$ (49,321)	\$ (20,000)	
21	Laundry and Linen	\$ 434,000	\$ 416,249	\$ 425,249	\$ (17,751)	\$ (9,000)	
22	General Administration	\$ 1,812,185	\$ 1,663,080	\$ 1,663,080	\$ (149,105)	\$ -	
23	Facility	\$ 554,350	\$ 464,550	\$ 494,550	\$ (89,800)	\$ (30,000)	
24	Amortization	\$ 1,167,000	\$ 1,145,797	\$ 1,145,797	\$ (21,203)	\$ -	
25		\$ 7,818,817	\$ 7,414,014	\$ 7,503,014	\$ (404,803)	\$ (89,000)	
26	Total Expenses	\$ 20,761,566	\$ 20,032,947	\$ 20,096,947	\$ (728,619)	\$ (64,000)	
27	SURPLUS (DEFICIT) for the period	\$ -	\$ -	\$ (60,000)	\$ -	\$ (60,000)	

Notes: 1. Total proposed City contributions to Fairhaven, in 2016, are \$1,528,807, which includes \$122,289 in support for expenditures classified as "capital" according to Generally Accepted Accounting Principles.

2. The City of Peterborough draws \$30,883 from reserves to arrive at the total Fairhaven funding noted in City Budget Documents (\$1,406,518 above plus \$122,289 less \$30,883 equals \$1,497,924)
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