

April 11th, 2006- Revised

2006 City Operating Budget of \$7.6 billion approved by Council

On March 30, 2006 Toronto City Council approved its 2006 Tax-Supported Operating Budget which is comprised of gross expenditures of \$7.618 billion and revenues of \$4.486 billion. This has resulted in a net property tax levy of \$3.132 billion before assessment growth. The net operating budget increased by \$115.345 million or 3.8% over the 2005 Approved Budget. After assessment growth of \$59.761 million, the 2006 Net Operating Budget is \$3.072 billion which represents a net increase of \$55.574 million or 1.8% over the 2005 approved budget. This increase has resulted in a Council-approved residential property tax rate increase of 3.0% or \$37.232 million and 1.0% or \$18.352 million on commercial, industrial and multi-residential properties.

Table 1 below summarizes the 2006 Council Approved Net Operating Base Budget and New / Enhanced Service Changes for City Operations, ABCs and Non-Program Budgets before property tax increases.

Table 1 2006 BAC Recommended Operating Budget Summary (Before Assessment Growth) \$ Millions						
	Gross	Net	Change from 2005 Approved Budget			
			Gross		Net	
	\$	\$	\$	%	\$	%
2005 Approved Budget	7,135.0	3,016.5				
2006 Base Budget	7,435.2	3,123.0	300.2	4.2%	106.5	1.5%
2006 New Services	182.8	8.8	182.8	2.6%	8.8	0.3%
Total 2006 Recommended	7,618.0	3,131.8	483.00	6.8%	115.30	3.8%

The 2006 Operating Base Budget includes \$7.435 billion in gross expenditures and \$4.312 billion in revenues resulting in \$3.123 billion net expenditures to maintain existing City services. Funding for new and enhanced services of \$182.797 million in gross expenditures, \$173.938 million in revenues, and \$8.755 million in net expenditures were all approved to address Council's highest priorities:

- Community Safety particularly for At-Risk Neighbourhoods
- Clean & Beautiful Initiative – Year 2
- 3-1-1 Customer Service Strategy

- Waterfront Initiative
- Year of Creativity – Live with Culture

The following Chart 1 highlights the percentage breakdown of the 2006 Council Approved Gross Budget for levy operations by key service. Provincially mandated programs make up 36% or \$2.758 billion, and Major Municipal Services total 53% or \$4.017 billion, while Capital Financing & Non Program account for 11% or \$0.843 billion of the City’s 2006 Council Approved Operating Budget.

It should be noted that within the Municipal Services budget component, TTC’s gross expenditures account for \$1.101 billion or 15% and \$0.708 billion or 10% for Police Service of the 2006 Gross Operating Budget.

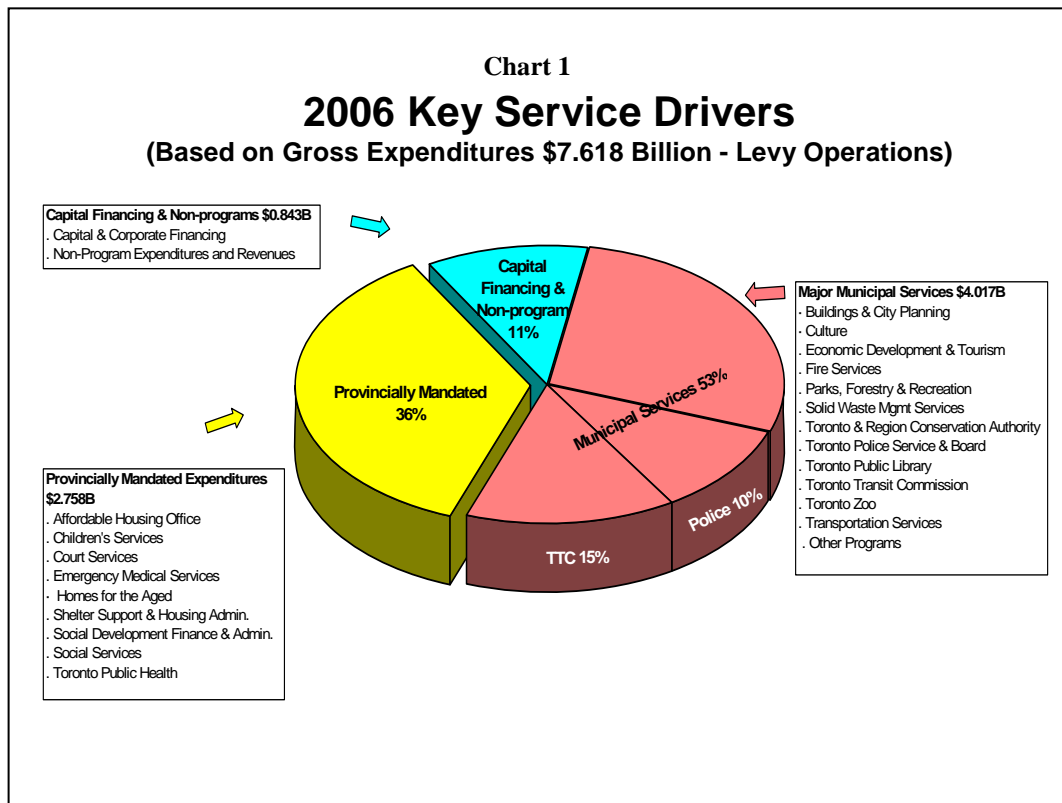
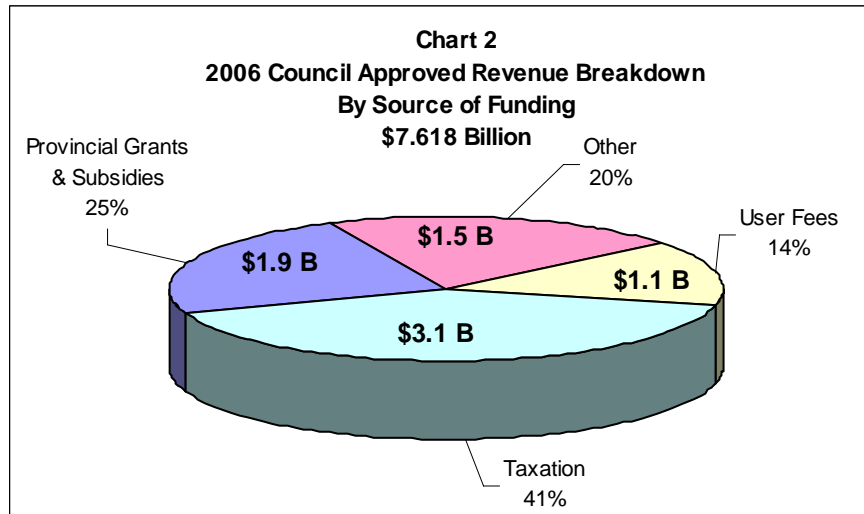
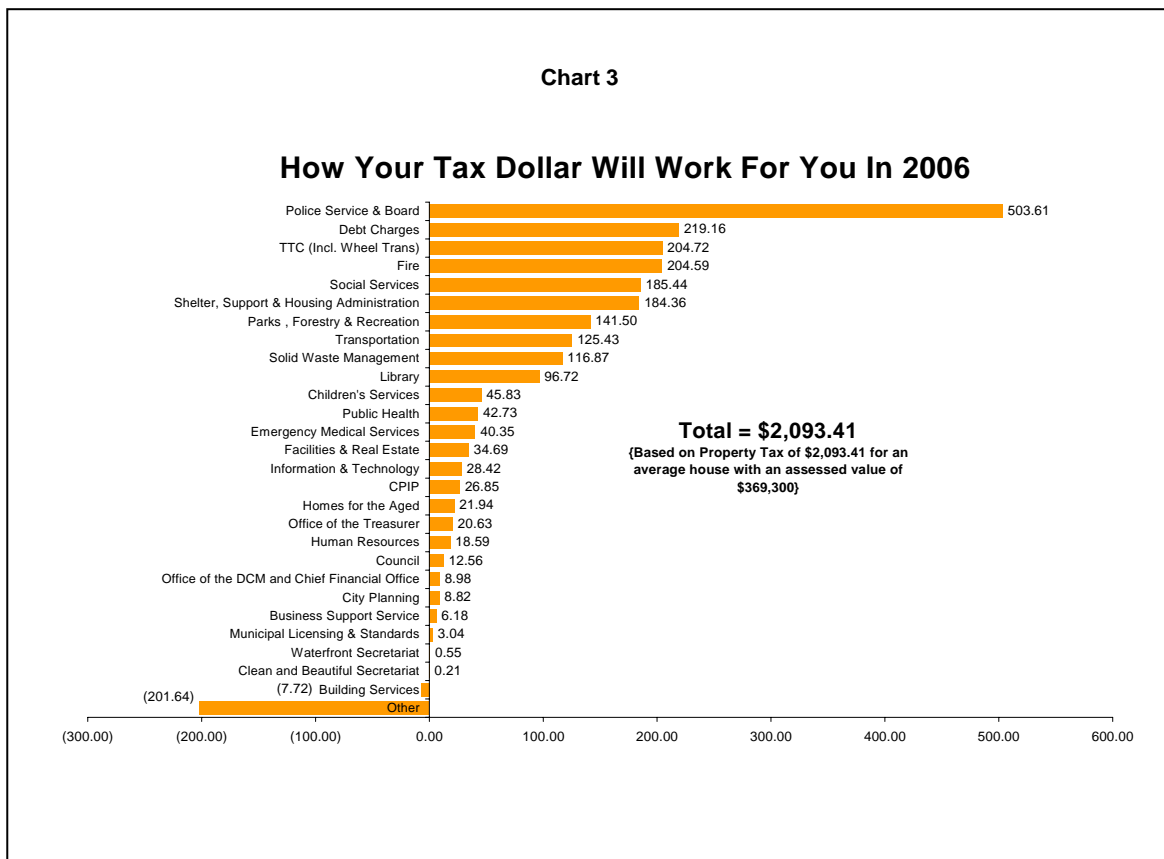


Chart 2 below highlights the City’s sources of revenues for 2006. User Fees make up \$1.126 billion or 14% of total revenues, while Grants and Subsidies from other orders of government account for \$1.878 billion or 25% and Other Revenues total \$1.481 billion or 20% of total revenues. The largest revenue source is Property Taxes which amount to \$3.132 billion or 41% of total revenue.



In 2006, an average house with an assessed value of \$369,300 will pay property tax of \$2,093.41 as shown in Chart 3 below. The following chart highlights how these tax dollars are spent. For the taxpayer paying an average of \$2,093.41 in Property Taxes, 24% or \$503.61 will be used to pay for the Toronto Police Service & Board while \$216.57 or 10% will pay for Fire Services and \$189.77 or 9 % will be allocated to Debt Charges.



2006 OPERATING BUDGET – KEY PROGRAM HIGHLIGHTS

CITIZEN CENTRED SERVICES – A

AFFORDABLE HOUSING OFFICE

Budget: \$3.014 M Gross, \$1.414 M Net [2005 Budget - \$2.826 M Gross, \$1.393 M Net]

- Establish a new City program which is responsible for both the creation of transitional and permanent affordable housing and the retention of existing affordable housing throughout the City. This service was previously administered and funded as part of Shelter, Support and Housing Administration.

CHILDREN'S SERVICES

Budget: \$415.589 M Gross, \$68.567 M Net [2005 Budget - \$332.236 M Gross, \$68.124 M Net]

- Funding to provide for a total of 24,657 child care fee subsidies including an additional 2,843 child care spaces funded at 100% under the Provincial Best Start Initiative (\$242.7 million gross and \$41.5 million net).
- Increase support to children with special needs e.g. harmonizing services across the City of Toronto, increasing the level of consultation, and developing intensive support for children with behavioral problems (\$2.5 million gross and \$0 net).
- Implement an After School Recreation and Care program for school age children, with an initial 13 programs serving 780 children and expanding to 60 programs serving up to 3,600 children by September 2006 (\$3.7 million gross and \$0 net).

COURT SERVICES

Budget: \$32.415 M Gross, (\$9.544) M Net. [2005 Budget – \$29.428M Gross; (\$9.034)M Net]

- Establish a pilot project to increase the attendance of Police Officers at Court (\$1.20 M gross and \$0.30 M net).
- Establish a new initiative to reduce fines in default with revenue estimates of \$1.500 million in 2006 (\$0.50 M gross and -\$1.0 M net).
- Close North York Community Centre – POA Office and continuing the service delivery to the General Public through the Court Offices in the South, East and/or West to realize savings (\$0.140 M).

CULTURE

Budget: \$15.918 M Gross, \$10.666 M Net [2005 Budget - \$13.570 M Gross, \$9.812 M Net]

- Implement Major celebration of Culture in Toronto in 2006, called the Year of Creativity (\$3.250 million gross and \$1.5 million net in one time funding).

EMERGENCY MEDICAL SERVICES

Budget \$142.384 M Gross, \$60.363 M Net [2005 Budget - \$135.089 M Gross, \$67.518 M Net]

- Additional Provincial funding of \$10.4 million to restore the Province's full 50 per cent of its share of Land Ambulance Services costs (\$10.4 million in Provincial funding).
- Administer the implementation of the Public Access Defibrillation (PAD) Program on behalf of the City and starting in 2006, provide 70 Automated External Defibrillators (AEDs) each year for the next five years to City sites, including community centres, pools, recreation complexes, libraries and work yards (\$0.091 million gross and \$0.075 million net).

HOMES FOR THE AGED

Budget: \$186.171 M Gross, \$32.818 M Net [2005 Budget - \$179.992 M Gross, \$32.733 M Net]

- Additional Provincial revenues of \$1.493 million (24.9 positions) that address client-care needs due to changes in client-acuity levels, that ensures the same level of client care is maintained.
- Savings from service efficiencies totalling \$1.242 million gross and net through realignment of specific administrative and support functions, as well the implementation of other operational savings.

PARKS, FORESTRY AND RECREATION

Budget: \$283.643 M gross, \$211.686 M net [2005 Budget - \$276.581 M gross, \$203.508 M net]

- Continued implementation of Council's 2005 approved "Clean and Beautiful City" projects, including spring grass cutting and litter pick-up, reducing the tree service backlog and rejuvenation of horticultural beds (\$1.520 million gross and net).
- Additional property tax funding for hydro lands as mandated by the Province (\$0.262 million gross and net).
- Funding to cover collective bargaining obligations and other legislative requirements (\$1.073 million gross and net).
- Increased funding of \$0.755 million net to support growing participation in the "Welcome Policy".
- New funding included to implement two program components of the Youth Recreation Strategy – "After School Youth" and "Drop-in Social Clubs for Youth with Disabilities" as part of the Community Safety Initiative (\$0.155 million gross and net).
- One-time federal funding for the Asian Long-Horn Beetle eradication plan (\$3.5 million gross, \$0 net).

SHELTER, HOUSING & SUPPORT

Budget: \$698.078 M Gross, \$275.819 M Net [2005 Budget - \$674.817 M Gross, \$269.932 M Net]

- Continue to operate the Shelter and Referral Centre at 110 Edward Street for the full year (\$2.25 million gross and \$0.0 net).

- Increase in the Housing Administration program funding of \$1.8 million, fully funded by the Province, to deliver the Strong Communities Housing Allowance Program – Toronto Pilot; and \$1.057 million, \$0.0 net to deliver the housing-allowance component of the Canada – Ontario Affordable Housing Program, jointly funded by the Federal and Provincial governments.
- Reduce and alleviate homelessness in Toronto through increase in support from Community Partnership Initiative (SCPI) (\$12.0 million gross and \$0.0).
- Implement the “Termite Identification, Treatment and Eradication Education Program”, supporting a public-awareness program that provides City residents with the tools and information needed to prevent and treat termite infestations (\$0.05 million gross and \$0.0 net).

SOCIAL DEVELOPMENT FINANCE AND ADMINISTRATION

Budget: \$32.833 M Gross, \$21.299 M Net [2005 Budget - \$30.433 M Gross, \$20.342 M Net]

- Engage ‘At-Risk’ youth in a community development process through, Youth Employment and Local Leadership Program, fully funded by Federal subsidy (\$1.958 million gross and \$0.0 net).
- Provide outreach, support and engagement with local residents in 6 additional vulnerable communities through the Neighbourhood Action – Community Development Program (\$0.426 million gross and net).
- Establish a Community Crisis Response Team, to intervene in violence-induced crisis or trauma situations in a specific neighbourhood (\$0.313 million gross and net).
- Provide youth participants with training in conflict mediation, anti-oppression and other skills through, “Youth Action”-Youth Safety Project, funded by the Government of Canada, Department of Justice Canada, Youth Justice Renewal Fund (\$0.124 million gross and \$0.0 net).

SOCIAL SERVICES

Budget: \$1,036.472 M Gross, \$277.426 M Net [2005 Budget - \$972.119 M Gross, \$221.060 M Net]

- Continue the Kids and Computers program to provide computers and necessary training to 2,275 Ontario Works Children (\$3.0 million gross and \$0.0 net).
- \$33.2 million in draws utilized from the Social Assistance Stabilization Reserve Fund and Ontario Works Reserve Fund to fund cost pressures including \$15.125 million in increased Provincial billings for Ontario Drug Benefits and Ontario Disability Support Program Payments.

TOURISM

Budget: \$8.978 M Gross, \$5.236 M Net [2005 Budget - \$8.930 M Gross, \$5.358 M Net]

- Payment to Tourism Toronto reduced from \$0.531 million to \$0.0 and applied to fund City Tourism priorities.
- Support the 2006 International AIDS Conference in Toronto with the introduction of a Project Manager (\$0.100 million gross and net)

- Support for Major Events - 2006 World Aids Conference and Dragonboat Worlds (\$0.050 million gross and net)

3-1-1 CUSTOMER SERVICE STRATEGY

Budget: \$0.615M Gross, \$0.389M Net. *[2005 Budget – \$0.503M Gross; \$0.503M Net]*

- Provide support for the Project Management Office (PMO) to ensure strategic planning and implementation of the 3-1-1 Customer Service Strategy which aims to simplify public access to City services through a single gateway over the telephone and on the City Web site (\$0.389 M).

BUILDING SERVICES

Budget: \$39.276 M Gross, \$(11.547) M Net *[2005 Budget-\$36.665 M Gross, (\$11.607 M) Net]*

- Provide additional funding for 27.5 staff positions to process Building Permit applications and conduct inspections within prescribed timeframes as required by the new Ontario Regulation 305/ Bill 124 that became effective January 1, 2006 (\$0.723 million gross and \$0 net).
- Provide additional salary costs to review Building Permit applications to identify when a Record of Site Condition (RSC) is required to be filed with the Ministry of the Environment for the clean up of contaminated sites prior to permit issuance under accelerated timeframes under Bill 124 which became effective January 1, 2006. Since the bulk of the changes are estimated to be in the residential area, costs for these resources are to be offset by a \$40 charge for each new residential unit created effective January 1, 2006 (\$0.330 million gross and \$0 net).

BUSINESS SUPPORT SERVICES

Budget: \$10.341 M Gross, \$9.241 M Net *[2005 Budget-\$9.788 M Gross, \$9.101 M Net]*

- Enhance the Integrated Business Management System (IBMS) to provide more efficient and effective customer service and deliver more on-line services (\$0.889 million gross and \$0 net).

CITY PLANNING

Budget: \$31.939 M Gross, \$13.195 M Net *[2005 Budget-\$29.926 M Gross, \$13.308 M Net]*

- Create a Harmonized Site Plan Control By-Law from 6 existing thresholds Citywide, and include additional categories of properties eligible for Site Plan Control by adding 4 new Planning staff allocated to the Districts based on volume to review site plan landscaping conditions and inspect properties. Costs for the additional staff complement to offset by a Development Application Processing Fee charge (\$0.279 million gross offset by a Development Application Processing fee charge and \$0 net).
- Provide additional community consultations in processing community planning applications by adding 5 new Planning staff (3 Planners and 2 Assistant Planners). Costs for the additional staff complement will be offset by a Development Application Processing Fee

charge (\$0.274 million gross offset by a Development Application Processing fee change (effective April 1, 2006) and \$0 net).

- Green Roofs promotion through the creation and distribution of brochures and posters that include key findings of the Municipal Benefits of Green Roofs Study, the publication of a technical specifications notebook, and meetings with key stakeholders (\$0.015 million gross and \$0.015 million net).

CLEAN AND BEAUTIFUL CITY SECRETARIAT

Budget: \$0.317 M Gross, \$0.317 M Net [2005 Budget - \$0.326M Gross, \$0.326 M Net]

- Continue Year 2 of the 3-Year Council Approved Clean and Beautiful City Initiative (\$0.196 million gross and \$0.196 million net).
- Deliver the Neighbourhood Beautification projects in each of the City's 44 wards (\$0.121 million gross and \$0.121 million net).

FIRE SERVICES

Budget: \$317.212 M Gross, \$306.081 M Net [2005 Budget-\$309.064 M Gross, \$302.610 M Net]

- Accelerate replacement of Fire Services' aging firefighting and emergency equipment achieved \$0.800 million in Provincial funding to contribute to reserve funds to acquire 2 new pumpers in addition to an annual total of \$5.561 million (\$6.361 million gross and \$5.561 million net).
- Implementation of False Alarm Policy changes will provide incentive for reduction in false and nuisance alarms and allow improved allocation of resources (\$0.056 million gross and \$2.067 net revenue).
- Provide additional funding for the final phase of implementing service recognition pay for firefighters (\$1.414 million gross and \$1.414 million net).
- Provide funding for HUSAR (Heavy Urban Search and Rescue) and CBRN (Chemical, Biological, Radiological and Nuclear public safety initiatives). Funding received from the Office of the Fire Marshall for these initiatives will continue in 2006 (\$0.4 million gross and \$0.4 million net).
- One-time Provincial grant funding for firefighters with reserve funds (\$0.2 million gross and \$0 net).

MUNICIPAL LICENSING AND STANDARDS

Budget: \$28.822 M Gross, \$4.541 M Net [2005 Budget-\$27.387 M Gross, \$4.486 M Net]

- Implement the Licensing of Livery Vehicles in the City of Toronto by adding 3 Municipal Licensing and Standards Officers; costs are offset by a licensing fee of \$320.00 for new applications and \$193.00 for renewals (\$0.248 million gross and \$0.153 million net revenue).

SOLID WASTE MANAGEMENT SERVICES

Budget: \$230.076 M Gross, \$174.841 M Net [2005 Budget - \$225.219 M Gross, \$165.288 M Net]

- Increase Waste Diversion Ontario funding resulting from increased participation in the residential blue box recycling program (\$4.6 million net revenue).
- Increase cost of solid waste haulage to Michigan (\$4.2 million gross and \$4.2 million net)
- Continue to fund waste diversion processing and collections costs to fully implement the Green Bin program in North York (\$2.4 million gross and \$2.4 million net).
- Additional revenues generated from sale of recyclable materials and generate additional revenues (\$2 million net revenue).
- Cost containment savings in general equipment and supplies expenditures based on 2005 actual expenditures (\$1.2 million gross and \$1.2 million net).
- Savings from efficiencies in Collections and Processing, resulting in a decrease in expenditures (\$0.5 million gross and \$0.5 million net).

TRANSPORTATION SERVICES

Budget: \$285.521 M Gross, \$187.649 M Net [2005 Budget-\$277.508 M Gross, \$183.733 M Net]

- Implementation of the Publication Box Strategy for licensing, administration and enforcement and to provide enhanced pick-up of litter surrounding news vending box locations, to be supported by 8 additional staff (\$0.345 million gross and \$1.219 million net revenue).
- Effective January 1st, 2006, Front Yard, Driveway Widening and Residential Boulevard Parking Permit Fees are increasing from \$8.50 to \$10.00 per month. This will generate additional revenue of \$0.220 million in 2006 for Off-Street Parking Permits. This, combined with the 2006 annualized of 2005 On-Street Parking Permit increases, results in a total net revenue impact of \$0.534 million (\$0.534 million net revenue).
- Funding allocated for the care and maintenance of Roadside Orphaned areas as part of Phase II of the Clean & Beautiful City Initiative. This will provide for the expanded maintenance of 360 landscaped orphaned areas of City streets and boulevards and expressway ramps (\$0.407 million gross and \$0.407 million net).
- Expansion of the Red Light Camera program by eleven (11) cameras to improve the safety at intersections controlled by traffic control signals. The existing red-light cameras have been successful in reducing right-angle collisions resulting in personal injury or death by 48% (\$0.531 million gross and \$0.182 million net).
- Phase-in of new sweepers which are expected to improve collection of debris and maintain service levels enabling a reduction in the frequency of street flushing (\$0.120 million gross and \$0.120 million net).
- Increase in revenue from the hiring of ten (10) utility cut inspectors to facilitate the on-going increase in utility cut work being performed across the City. Transportation Services undertakes the permanent repair of roadway and sidewalk utility cuts necessitated to access underground facilities and installation of various telecommunication and other equipment in the City's road allowances (\$0.465 million gross and \$0.102 million net revenue).

WATERFRONT SECRETARIAT

Budget: \$0.994 M Gross, \$0.827 M Net [2005 Budget - \$0.830 M Gross, \$0.710 M Net]

- 2 new staff positions to ensure appropriate resources and operational capacity to advance waterfront revitalization projects for the City (\$0.152 million gross and \$0.105 million net).

TECHNICAL SERVICES

Budget: \$60.585 M Gross, \$4.897 M Net [2005 Budget - \$55.488 M Gross, \$4.386 M Net]

- As a result of a strategy to move toward a 100% cost recovery for all development application process costs, effective April 1, 2006, the existing fee for engineering review of subdivision applications will be increased from 3% to 5% of municipal infrastructure cost (\$0.565 million) and a new fee for engineering review of site plan and rezoning applications at 5% of municipal infrastructure cost will be introduced (\$0.750 million) resulting in an increase of \$1.315 million in revenues.

INTERNAL SERVICES

OFFICE OF THE DEPUTY CITY MANAGER & CHIEF FINANCIAL OFFICE

Budget: \$16.886M Gross, \$13.439M Net. [2005 Budget – \$16.688M Gross; \$13.197M Net]

- Salary and benefits savings realized from a review of Finance and Administrative functions (\$0.543 M gross and net).

OFFICE OF THE TREASURER

Budget: \$63.152M Gross, \$30.862M Net. [2005 Budget – \$60.452M Gross; \$30.326M Net]

- Revenue of \$0.30 million generated from a new administrative user fee of \$1.50 per transaction for parking tickets paid via the City's internet web payment portal effective January 1, 2006.
- Revenue of \$0.250 million generated from an increase in the fee from \$1.00 to \$1.50 per transaction for parking tickets paid via the City's IVR/telephone system effective January 1, 2006.
- Revenue of \$0.050 million generated from vendor early payment discounts.
- Six staff positions funded to address the procurement backlog. Funding will be provided by programs receiving accelerated procurement services to assist in increasing completion rates of capital projects (\$0.509 M Gross, \$0 M Net).
- Five staff positions added to enhance tax assessment analysis and maximize the City's property tax revenues. Funding will be provided through savings in the Non-Program Tax Deficiency budget (\$0.477 M Gross, \$0 M Net).

CORPORATE COMMUNICATIONS

Budget: \$7.189M Gross, \$6.943M Net. *[2005 Budget – \$6.873M Gross; \$6.816M Net]*

- Continuation of support for the Clean and Beautiful City Communications Plan to support 2006 Clean and Beautiful City Initiatives (\$0.125 M gross and net).

FACILITIES AND REAL ESTATE

Budget: \$116.478M Gross, \$51.893M Net. *[2005 Budget – \$88.545M Gross; \$34.784M Net]*

- Net increase in revenues of \$1.078 million from fully recoverable client services such as project management, facility life cycle planning and maintenance, security and custodial services.
- Savings in the amount of \$0.152 million from increased contract efficiencies due to better pricing achieved by consolidating requests for materials and labour supply.

FLEET SERVICES

Budget: \$34.697M Gross, \$0.000M Net. *[2005 Budget – \$34.001M Gross; \$0.000M Net]*

- Expanded use of Bio-diesel fuel to reduce carbon dioxide emissions (\$0.164 M gross and \$0 net).

INFORMATION AND TECHNOLOGY

Budget: \$51.109M Gross, \$42.523M Net. *[2005 Budget – \$52.162M Gross; \$41.735M Net]*

- To complete the final phase of implementing the City's SAP Competency Centre (\$0.557 M gross and net).

CITY MANAGER

CITY MANAGER'S OFFICE

Budget: \$6.533M Gross, \$6.001M Net. *[2005 Budget – \$6.190M Gross; \$5.895M Net]*

- Two additional Internal Audit positions funded to enhance financial oversight and controls within City Programs (\$0.220 million gross and \$0 net).

HUMAN RESOURCES

Budget: \$29.645M Gross, \$27.810M Net. *[2005 Budget – \$28.189M Gross; \$26.378M Net]*

- Reduction of four staff in order to get closer to the 2006 budget target, in the amount of \$0.457 million.

OTHER CITY PROGRAMS

CITY CLERK'S OFFICE

Budget: \$47.005M Gross, \$28.954M Net. *[2005 Budget – \$40.838M Gross; \$19.907M Net]*

- Transfer of gaming and registry revenues in the amount of \$7.358 million to Non-Program Budget because the continuing decline in gaming and registry revenues is placing unsustainable pressures on the Program's Budget.

LEGAL SERVICES

Budget: \$28.585M Gross, \$18.323M Net. *[2005 Budget – \$25.964M Gross; \$18.017M Net]*

- To backfill a Senior Lawyer position dedicated to the Zoning By-law Project (\$0.092 M gross and \$0 net).
- Addition of one new Solicitor position to address Provision of Assessments and Tax Related Legal Services (\$0.092 M gross and \$0 net).
- Addition of two clerks and one Solicitor dedicated to the Legal Services Team to pursue fines in default (\$0.253 M gross and \$0 net).

AUDITOR GENERAL'S OFFICE

Budget: \$3.881M Gross, \$3.881 Net. *[2005 Budget – \$3.566M Gross; \$3.566M Net]*

- New funding of \$0.063 million with a 2007 annualized impact of \$0.063 million for one new position to address the increased workload related to the City's Fraud and Waste Hotline Program.

SPECIAL PURPOSE BODIES

PUBLIC HEALTH

Budget: \$210.572M Gross, \$63.925 M Net *[2005 Budget - \$193.933 M Gross, \$70.754 M Net]*

- 50% of the net revenue (\$13.9 million) from the increase in Provincial cost sharing from 55% to 65% directed towards funding City programs that promote health and enhance community safety in vulnerable neighbourhoods.
- Include New and /Enhanced Services totaling \$13.028 million gross, \$4.332 million net, as follows: communicable diseases (\$0.945 million net), priority neighbourhoods (\$0.721 million net), children and youth (\$0.713 million net), quality assurance/risk management (\$0.703 million net), maintenance and sustainability of services (\$0.606 million net), and health hazard reduction (\$0.433 million net).

TORONTO PUBLIC LIBRARY

Budget: \$158.329 M Gross, \$144.691 M Net. *[2005 Budget- \$154.880 M Gross, \$140.449 M Net]*

- Increase in library materials of \$0.517 million or 3% (to \$16.930 million or \$6.5 per capita) to provide an estimate of 23,500 additional items to the library collection

ASSOCIATION OF COMMUNITY CENTRES (AOCC)

Budget: \$6.009 M Gross, \$5.849 M Net *[2005 Budget - \$5.951M Gross, \$5.726 M Net]*

- Complete review of Information and Technology requirements for all 10 Community Centres (\$0.015 million)

EXHIBITION PLACE

Budget: \$47.512 M Gross, \$0.335 M Net *[2005 Budget - \$46.384 M Gross, \$0.190 M Net]*

- Exhibition Place, which has typically had a net zero budget, will require net City funding of \$0.335 million in 2006.

HERITAGE TORONTO

Budget: \$0.670M Gross, \$0.339M Net *[2005 Budget - \$0.519 M Gross, \$0.308 M Net]*

- Full year staffing costs for the Plaque Coordinator approved in 2005 (\$0.032 million gross and net).
- Funding for the Branding Process, the Heritage Symposium and Heritage Program Enhancements (0.12 million gross and \$0.0 net).

THEATRES

Budget: \$29.798 M Gross, \$2.867 M Net *[2005 Budget - \$19.879 M Gross, \$2.867 M Net]*

- Hummingbird Centre for the Performing Arts, which has typically had a net zero budget, will require net City funding of \$0.098 million in 2006 in order to attract new tenants and aggressively increase usage days and ancillary activities as it adjusts to the departure of its 2 largest tenants – the National Ballet of Canada and the Canadian Opera Company.
- City funding to St. Lawrence Centre for the Arts has increased by 1.3% or \$0.019 million for 2006. The Centre has initiated a facility renewal project to undertake repairs and upgrades which will have a positive impact on the Centre's budget in the future.
- The Toronto Centre for the Arts 2006 budget is 8.1% or \$0.113 million below its 2005 budget. The outlook for 2007 and 2008 reflects further reductions, due mainly to restructuring and reorganization designed to increase rental revenues and service efficiencies to decrease costs.

TORONTO ZOO

Budget: \$37.444 M gross, \$11.691 M net [2005 Budget - \$35.361 M gross, \$11.566 M net]

- Parking revenue is expected to increase by \$0.300 million due to higher volume.
- Based on current trends, membership sales are forecasted to increase by \$0.035 million.
- Revenue from rides is projected to rise by \$0.230 million as a result of higher rates for the Zoomobile and other rides.
- Anticipated higher food sales, \$0.051 million gross / (\$0.199) million net due to greater demand for restaurant services.

ARENA BOARDS OF MANAGEMENT

Budget: \$5.674 M Gross, \$0.120 M Net [2005 Budget - \$5.490 M gross, \$0.261 M net]

- Moss Park Arena returning to a normal 12 month operation in 2006 following a shortened 2005 ice season due to arena shutdown for major renovations, reducing the net cost by \$0.124 million at this location.

YONGE-DUNDAS SQUARE

Budget: \$1.072 M Gross, \$0.583 M Net [2005 Budget - \$1.008 M gross, \$0.571 M net]

- One new self-funded Event and Administration Coordinator position (\$0.039 million gross, \$0 net) added to achieve sponsorship and expanded programming objectives.

TORONTO AND REGION CONSERVATION AUTHORITY

Budget: \$33.979 M Gross, \$6.607 M Net [2005 Budget - \$30.048 M Gross, \$6.408 M Net]

- City funding to the Toronto and Region Conservation Authority (TRCA) in 2006 has increased by \$0.199 million or 3.1% due primarily to Cost of Living Adjustments and increased OMERS contributions.
- The Water Capital Reserve Fund will contribute \$3.597 million to support the watershed protection activities of TRCA.

TORONTO TRANSIT COMMISSION – CONVENTIONAL

Budget: \$1,037.992 M Gross, \$246.307 M Net [2005 Budget - \$970.666 M Gross, \$228.480 M Net]

- Service levels set to accommodate an anticipated increase in riders from 424 million riders budgeted in 2005 to 436 million riders budgeted in 2006, an increase of 12 million riders.
- \$791.785 million in transit revenues to be generated for the TTC based on 436 million riders in 2006.
- Plan to carry 436 million passengers by operating 7.3 million hours of combined service and 204.3 million kilometres, resulting in increased passenger revenue of \$21.8 million.
- Additional revenue of approximately \$11 million from an increase in fares annualizing to \$15 million in 2007.
- \$24.627 million net in annualized labour costs from the TTC 2005 collective agreement.
- \$29.130 million net from higher energy costs of for vehicle fuel, utilities and traction power.

- \$12.624 million net in contribution from TTC Stabilization Reserve Fund.

TORONTO TRANSIT COMMISSION – WHEEL-TRANS

Budget: \$63.009 M Gross, \$59.968 M Net [2005 Budget - \$56.546 M Gross, \$53.736 M Net]

- The 2006 Approved Budget provides for an anticipated increase in ridership of 6.0% or 107,800 trips maintaining an unaccommodated rate of 2%.
- Wheel-Trans operates a fleet of 145 large capacity Economical Low-Floor Buses and 94 accessible and 35 sedan taxis under contract to service 2.022 million riders in 2006.

TORONTO POLICE SERVICE

Budget: \$796.170 M Gross, \$751.639 M Net [2005 Budget - \$748.691 M Gross, \$716.103 M Net]

- Additional one-time Provincial funding to combat violence in high-risk neighbourhoods (\$5 million gross and \$0 net).
- Funding for 204 new front-line officers to be cost-shared by the Province (\$6.3 million gross and \$1.9 million net).
- Funding for the new initiative of off duty officer attendance at day-court, offset by recoveries from Court Services (\$1.2 million gross and \$0 net).
- Funding to enhance court security for gang trials (\$0.935 million gross and \$0.935 million net).
- Additional funding for the Community Action Policing (CAP) Program to provide increased visible police presence in multiple target areas across the City (\$0.545 million gross and \$0.545 million net).

TORONTO POLICE SERVICES BOARD

Budget: \$1.785 M Gross, \$1.785 M Net [2005 Budget - \$1.297 M Gross, \$1.297 M Net]

- Funding for “Funding for Success”, a 3-year initiative to enter into a partnership with several Greater Toronto Area police services boards to improve delivery of services in a cost-effective manner (\$0.043 million gross and \$0.043 million net).

PARKING TAG ENFORCEMENT & OPERATIONS

Budget: \$42.218 M Gross, (\$37.397 M) Net [2005 Budget - \$42.274 M Gross, (\$40.978 M) Net]

- The Parking Tag Enforcement & Operations program consolidates four program areas to facilitate Council review of these related operations:
 - Toronto Police Service – Parking Enforcement Unit
 - Office of the City Treasurer – Parking Revenue Processing
 - Court Services – Judicial Processing of Parking Tickets
 - Non-Program – Parking Tag Revenue
- Implementation of the computerized handheld parking devices for parking enforcement officers in 2006. The “wireless” connection of these devices will allow for more expedient

data transfer, which results in enhanced service delivery to members of the public, as they will be able to discuss parking infraction notices in a timely manner.

TORONTO ATMOSPHERIC FUND

Budget: \$2.296M Gross, \$0.000M Net. [2005 Budget – \$1.649M Gross; \$0.000M Net]

Increase in investment income arising from improved performances of grants and the endowment portfolio in the amount of \$0.546 million.

CORPORATE ACCOUNTS

COMMUNITY PARTNERSHIP AND INVESTMENT PROGRAM

Budget: \$47.796 M Gross, \$40.175 M Net [2005 Budget - \$44.157 M Gross, \$38.862 M Net]

- Increase in net funding for Toronto Arts Council (\$0.300 million), Toronto Arts Council Operation Program (\$0.05 million), Major Arts Organizations (\$0.200 million), Royal Agricultural Winter Fair (\$0.018 million), Local Arts Service Organizations (\$0.012 million), Community Services Grants (\$0.386 million), and Student Nutrition Program (\$0.200 million).
- New net funding to Variety Village (\$0.025 million) and Toronto Region Research Alliance (\$0.025 million)

CAPITAL AND CORPORATE FINANCING

Budget: \$481.478 M Gross, \$476.547 M Net [2005 Budget - \$455.965 M Gross, \$432.465 M Net]

- Annual debt service charges consisting of payments of principal and interests to fund the City's Capital program, representing an increase of \$43.962 million from 2005 to fund debt repayment primarily for the 2005 Capital Budget (\$332.8 million gross and \$327.9 million net).
- Operating Budget contribution to fund capital maintenance, traffic signals, structure audits, information technology related projects, and feasibility studies (\$124.172 million gross and \$124.172 million net).

NON-PROGRAM EXPENDITURES

Budget: \$361.780 M Gross, \$258.305 M Net [2005 Budget - \$319.408 M Gross, \$242.353 M Net]

- Assessment services for the City provided by the Municipal Property and Assessment Corporation (\$32.2 million gross and \$32.2 million net).
- Corporate fund for hosting conferences of international significance (\$0.300 million gross and \$0.216 million net).

NON-PROGRAM REVENUES

Budget: \$0 M Gross, (\$841.649 M) Net [2005 Budget - \$0 M Gross, (\$740.582 M) Net]

- Provincial commitments of \$135 million to fund its responsibilities (\$100 million for TTC subway operations and \$35 million from Ontario Municipal Partnership Fund for Social Services).
- Provincial gas tax revenues (\$91.6 million net revenue) for TTC operations.
- Toronto Hydro revenues including interest income on the Hydro Promissory Note and dividends (\$112.656 million net revenue).
- Increased contributions from reserves and reserve funds (\$112.862 million net revenue) to fund the 2006 Operating Budget.

NON-LEVY OPERATIONS

TORONTO PARKING AUTHORITY

Budget: \$54.801 M Gross, (\$40.383 M) Net [2005 Budget – \$54.282 M Gross, (\$42.887 M) Net]

- Payroll savings of \$0.309 million due to a proposed reduction in the approved complement by 16.9 positions to 298.2 through increased automation of parking facilities, representing a decrease of 5.4% compared to the 2005 approved complement of 315.1.
- Reduction in material and supplies expenses of \$0.187 million primary a result of a new credit card processing agreement.

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