



## MYB Update November 5, 2019



### Budget Targets – Where we hoped to be

Component	Average Annual Increase (2020-23)
Costs to Maintain Existing Service Levels	2.2%
Additional Investments in Council's Priorities	0.5%
<b>Total Average Annual Tax Levy Increase</b>	<b>2.7%</b>

All civic service areas and agencies, boards & commissions except for Middlesex-London Health Unit [0%] and London Police Service [1% on non-personnel costs] were provided targets to limit their average annual increase to maintain existing services to 1.5% per year.



### Agenda

- Council approved budget targets
- Update on the budget challenges being experienced
- Recommended next steps



### Current Budget Situation – Challenges being faced (2020)

Component	2020 Increase	Portion of 2020 Increase	Avg. Annual Increase (2020-23)	Portion of Total Avg. Annual Increase
Civic Service Areas – Base Budget	1.6%	1.0%	2.3%	1.4%
Civic Service Areas – Provincial Impacts	0.3%	0.2%	0.2%	0.2%
<b>Subtotal – Civic Service Areas</b>	<b>1.9%</b>	<b>1.2%</b>	<b>2.5%</b>	<b>1.6%</b>
ABC's – Base Budget	1.8%	0.7%	2.1%	0.7%
ABC's – Provincial Impacts	3.3%	1.1%	0.8%	0.3%
<b>Subtotal – ABC's</b>	<b>5.1%</b>	<b>1.8%</b>	<b>2.9%</b>	<b>1.0%</b>
Land Ambulance	32.4%	0.9%	17.3%	0.6%
<b>Does not include any additional investments</b>				
<b>GRAND TOTAL</b>			<b>3.9%</b>	<b>3.2%</b>

## Recommended Next Steps

- Civic Administration be directed to develop business cases for potential reductions in civic service areas
- Civic Administration be directed to engage with the ABC's who submitted budgets in excess of the target to encourage them to submit opportunities for reductions & be prepared to address the impact of a reduction to their budget
- Middlesex-London Paramedic Service be invited to attend a future SPPC meeting to provide an overview of their budget pressures and potential opportunities for reductions