



Kingston Police

Results to June 30, 2019

Actual Vs. Budget	2019	2019	Variances + Fav / - Unfav	Annual 2019	As a % of Total
	Six-Month Actual	Six-Month Budget			
Revenues & Recovery	\$2,058,539	\$2,050,552	\$7,987	\$4,101,103	
Operating Expenditures					
Salaries and Wages	\$18,208,576	\$18,298,252	\$89,676	\$36,596,503	86.3%
Supplies and Services	\$2,509,539	\$2,766,282	\$256,743	\$5,532,564	13.1%
Contribution to Reserves	\$125,392	\$124,441	-\$951	\$248,882	0.6%
Total Operating Costs	\$20,843,507	\$21,188,975	\$345,468	\$42,377,949	100.0%
Net Cost	\$18,784,968	\$19,138,423	\$353,455	\$38,276,846	
	Surplus	\$353,455			
	As a percent	1.85%			

Comments

The total net cost for the six months ending June 30, 2019, of \$18,785K, compared to a budget of \$19,138K, resulted in a surplus of \$353K or 1.85%.

Revenues for the six months ending June 30, 2019, of \$2,059K, compared to a budget of \$2,051K, provided a favourable variance of \$8K.

Revenues are on budget; however, the following notable items should be considered.

- ▶ Government grants are \$223K favourable; this primarily reflects the uncertainty and timing around the new provincial grant program.
- ▶ Alarm licensing revenue is \$20K favourable due to increased activity and monitoring.
- ▶ Paid duty is \$39K unfavourable, since most activity is skewed to the summer period.
- ▶ Expense recovery is \$224K favourable due to:
 - annual recoveries for ICE and RIDE grants were recorded, providing a favourable timing variance of \$97K; and
 - reimbursement for cannabis-related expenses incurred of \$48K was not budgeted.
- ▶ Other revenues such as background checks and auction proceeds provided a favourable variance from the budget of \$26K.

Operating expenditures for the six months ending June 30, 2019, of \$20,844K, compared to a budget of \$21,189K, provided a favourable variance of \$345K.

This may be attributed to the following.

- ▶ Salaries and wages provided a favourable variance of \$89K, which reflects:
 - overtime is unfavourable by \$93K, which includes:
 - \$93K incurred due to staff shortages related to WSIB claims and sick leaves;
 - \$40K incurred over the St. Patrick's Day weekend that was not budgeted;
 - \$8K incurred to support an RCMP investigation;
 - \$25K incurred on Project Sparrow (drugs and firearms); and
 - \$60K incurred to support a cold case homicide investigation;
 - base wages are favourable by \$464K, reflecting:
 - \$205K favourability due to the timing of the 2019 wage increase;
 - \$111K favourability due to the timing of the budget allocation by month;
 - \$128K favourability due to vacancies; and
 - \$40K unfavourability due to unanticipated WSIB costs;
 - part-time wages are unfavourable by \$88K, reflecting the backfilling required due to staff vacancies;
 - fringe benefits are unfavourable by \$223K, reflecting the timing of statutory benefit costs, which are higher during the first half of the year; and
 - paid duty is favourable by 29K, because fewer demands were recorded in the first quarter as indicated above.
- ▶ Supplies and materials are favourable by \$257K, reflecting the timing of expenses. Notable items are:
 - the maintenance and supplies line is \$224K favourable because many scheduled maintenance projects are incurred during the last half of the fiscal year; it is anticipated that this budget line will be on budget at year-end;
 - fuel is favourable by \$34K, reflecting lower prices paid during the first six months. This trend is anticipated to reverse in the last half of the year;
 - the education and training line is unfavourable by \$120K; tuition paid for new recruits has had a \$64K unfavourable impact to June;
 - the utilities line is favourable by \$44K, reflecting less usage due to the favourable weather and ongoing conservation efforts;
 - the investigative services line is \$48k favourable, since no new projects were undertaken in the last quarter; and
 - travel is \$24K favourable, reflecting lower usage.