



Kingston Police

Results to June 30, 2020

Actual Vs. Budget	2020 Six-Month Actual	2020 Six-Month Budget	Variances + Fav / - Unfav	Annual 2020 Budget	As a % of Total
Revenues & Recovery	\$1,252,760	\$2,221,712	-\$968,952	\$4,443,424	
Operating Expenditures					
Salaries and Wages	\$18,799,137	\$19,001,335	\$202,198	\$38,002,670	86.0%
Supplies and Services	\$2,637,551	\$2,955,202	\$317,651	\$5,910,403	13.4%
Contribution to Reserves	\$127,900	\$127,900	\$0	\$255,800	0.6%
Total Operating Costs	\$21,564,588	\$22,084,437	\$519,849	\$44,168,873	100.0%
Net Cost	\$20,311,828	\$19,862,725	-\$449,103	\$39,725,449	
	Deficit	-\$449,103			
	As a percent	-2.26% *			

Comments

The total net cost for the six months ending June 30, 2020, of \$20,311.8K, compared to a budget of \$19,862.7K, resulted in a deficit of \$449.1K or 2.26%.

***Third quarter results will reflect the subsequent receipt of CSPT Grant instalments.**

Revenues for the six months ending June 30, 2020, of \$1,253K, compared to a budget of \$2,222K, provided an unfavourable variance of \$969K.

Revenues reflect the following variances from budget.

- ▶ Grants are \$943K unfavourable since no CSPT funding has been recorded; quarterly payments were to be \$340K. Overall it is forecasted that by year-end grants will be unfavourable by \$368K due to:
 - the approved Court Security and Prisoner Transportation (CSPT) Grant was reduced by 8.75% or \$130K for 2020; and
 - previously received provincial grant funding was reduced by 25% or \$238K for 2020.
 (Both grants had been budgeted for 2020 at 2019 actual levels.)
- ▶ Alarm licensing revenue is \$15K favourable due to increased activity and monitoring.
- ▶ Paid duty is \$21K favourable, reflecting added COVID-related activities.
- ▶ Expense recovery is \$67K favourable due to unbudgeted recoveries carried forward from 2019 related to various grants received but not spent.
- ▶ Other revenues such as background checks and auction proceeds are \$129K unfavourable, being impacted by the pandemic.

Operating expenditures for the six months ending June 30, 2020, of \$21,564K, compared to a budget of \$22,084K, provided a favourable variance of \$520K.

This may be attributed to the following.

- ▶ Salaries and wages provided a favourable variance of \$202K, which reflects:
 - overtime is favourable by \$90K, reflecting a reduction in calls for service due to the pandemic; this also includes: \$23.8K incurred supporting Patrol due to staff shortages related to WSIB claims and sick leaves; and \$5.3K incurred over the St. Patrick's Day weekend that was not budgeted (compared to \$45K recorded in 2019);
 - base wages are favourable by \$293K, reflecting staff vacancies;
 - part-time wages are unfavourable by \$71K, reflecting backfilling required due to staff vacancies;
 - fringe benefits are unfavourable by \$86K, because statutory benefit costs are higher during the first part of the year; and
 - paid duty is unfavourable by \$24K (there have been increased demands this year to date as reflected in the revenue line above).
- ▶ Supplies and materials are favourable by \$318K, reflecting the timing of expenses. Notable items are:
 - the utilities line is favourable by \$59K, reflecting primarily lower electricity usage;
 - fuel is favourable by \$81K, reflecting lower prices paid than budgeted year to date;
 - the education and training line is favourable by \$35K, since most training has been cancelled due to the pandemic;
 - travel is favourable by \$34K due to pandemic restrictions; and
 - the investigative services line is \$85K favourable because no new projects were recorded in the quarter.

Forecast:

In consideration of the impact of the pandemic and reduced provincial grants, we have forecasted a deficit of \$353,500 at December 31, 2020.

This forecast was not changed for this report because no significant changes occurred in the quarter. It will be reviewed at the end of the next quarter.