

CITY OF BURLINGTON
2016 OPERATING BUDGET PERFORMANCE REPORT AT JUNE 30, 2016
CORPORATE-WIDE SPENDING AND REVENUE ANALYSIS
GREATER THAN \$100,000

Outlined in the table below are *explanations of the specific cost elements that have variances greater than \$100,000 at June 30, 2016 and/ or are projected to have variances greater than \$100,000 at year-end:*

Spending / Revenue Patten	June 30 th Variance	F/U	YE Variance	F/U	Explanations
Expenditure Categories					
Human Resource Costs	\$ 1,523,674	F	2,088,394	F	The variance is mainly due to gapping, job rotations, re-deployments and temporary vacancies mainly in Transit, Information Technology, Traffic Operations, Recreation and HR.
Diesel Fuel	\$ 203,249	F	\$ 247,580	F	Favourable variances in diesel costs in Transit and Fleet Management Services due to lower than budgeted fuel prices.
Equipment Parts & Supplies	\$ (240,317)	U	\$ (358,305)	U	The unfavourable variance in Transit is due to higher than anticipated repairs from an older model of bus of which 4 are being replaced in 2017
RPM Stores Issues	\$ 175,971	F	\$ 156,831	F	The favourable variance is due to decreased salt and sand usage in Winter Maintenance from the mild winter season.
Hydro Electricity	\$ (170,427)	U	(123,688)	U	The unfavourable variances are mainly due to higher than budgeted energy prices in Organized Sport Support (lighting of sport fields) and Road Maintenance (street lights).
Other External Services	\$ (148,418)	U	\$ (156,335)	U	The unfavourable variance in Transit is due to higher than anticipated repair costs
Revenue Categories					
Building Permits	\$ (294,893)	U	\$ 0		Unfavourable revenue related to timing of projects. The second half of the year will bring the revenue back on target.
Official Plan & Rezoning Fees	\$ 117,994	F	\$ 0		Higher than anticipated Official Plan and Rezoning Fees. The favourable variance is expected to continue during the second half of the year. Any revenues in excess of the budget will result in a provision to the Planning Fee Stabilization Reserve Fund at year end.

Spending / Revenue Patten	June 30 th Variance	F/U	YE Variance	F/U	Explanations
Parking Fines	\$ 149,308	F	\$ 100,000	F	Parking Fines revenue came in higher than expected due to increase in number of fines issued.
Corporate Revenues					
Earnings on Investment	\$ 99,183	F	\$ 500,000	F	Investment income is projected to exceed expectations by \$500,000. This positive variance is attributed to year to date realized capital gains of \$1,052,142 which is being used to help meet budget of \$5,300,000.
Supplementary Taxes	\$ 829,813	F	\$ 600,000	F	Favourable variance due to higher than anticipated supplementary taxes in the first run received from MPAC.
Payments in Lieu	297,271	F	41,015	F	Early payments from Hydro One and Metrolinx
Corporate Expenditures					
Human Resources	(257,415)	U	(547,589)	U	Unfavourable variance due to budgeted gapping (actual gapping is reflected in the services) as well as benefit costs for retired employees.
Tax Write Offs	(1,114,289)	U	(875,000)	U	Unfavourable variance due to significant class change on 5 highrise buildings as well as a push by the Assessment Review Board to resolve outstanding appeals before the next reassessment cycle.