

**Toronto Tax (formerly GTA Pooling)
2009 Budget Document**

Section I. Existing Services and Service Levels

The Province imposed GTA Pooling (also known as Toronto Tax) in 1998 to help the City of Toronto fund its social assistance and social housing program as a result of the Province’s downloading initiative (Local Services Realignment).

In the 2007 Ontario budget, it was announced that Toronto Tax contributions will be phased out by one-sixth each year ending in 2013. The contribution for Peel represents \$40.5 million a decrease of \$10.1 million for 2009.

Section II. Resources to Deliver 2008 Services:

Current \$'000	2007 Actual	2008 Budget	2008 Projection	2008 Variance Under/(Over)
Total Expenditures	\$59,693	\$50,600	\$50,600	\$0
Net Cost	\$59,115	\$50,600	\$50,600	\$0

2008 Budget:

Council approved the current budget of \$50.6 million based on the decrease of one sixth every year from the 2004 level of \$60.7 million.

2008 Projection:

No variance from budget is expected for 2008.

Section III. Performance Measurement/Benchmarking:

Not applicable to this program.

Section IV. 2009 Base Pressures:

According to the provincial announcement, the Toronto Tax will be phased out over six years, starting from a contribution equal to the 2004 level in 2007 and continuing to decrease by one-sixth every year, to a total elimination in 2013. Based on this phase-out plan, Peel is expected to contribute \$40.5 million to the Toronto Tax in 2009 or \$10.1 million less than the approved 2008 level.

Section V. Cost Mitigation Through Efficiencies and Recoveries:

Not applicable to this program.

Section VI. Challenges and Emerging Trends:

Not applicable to this program.

Section VII. 2009 Program Pressures – Current:

Not applicable to this program.

Section VIII. 2009 Program Pressures – Capital:

Not applicable to this program.

Section IX. 2009 Summary:

Budget Summary \$'000s	2008 Budget	2008 Projection	2009 Proposed	2010 Forecast	2011 Forecast
Current Budget – Total Expenditures	\$50,600	\$50,600	\$40,500	\$30,400	\$20,300

Future Outlook:

2009 and 2010 Current Budget:

The provincial phase-out of the Toronto Tax plan will continue through 2010 and 2011, reducing Peel's contribution to \$20.3 million by 2011.

2009-2017 Capital Plan:

Not applicable to this program.

Service Level Contract for 2009:

Resources:

Not applicable to this program.

Outputs/Outcomes:

Not applicable to this program.

Section X. Pressures not included in 2009 Budget:

Not applicable to this program.

Appendices:

Appendix I	2009 Current Pressures
Appendix II	2009 Capital Overview – N/A
Appendix III	Existing Capital Project List – N/A
Appendix IV	2009 New Capital Detail – N/A
Appendix V	Ten Year Capital Plan – N/A
Appendix VI	Performance Measures/Benchmarks – N/A
Appendix VII	Staffing Information – N/A
Appendix VIII	User Fees – N/A

APPENDIX I
TORONTO TAX

2009 CURRENT PRESSURES (\$'000)

	Toronto Tax		
	Total Expenditures	Total Revenue	Net Cost
2008 Revised Cost of Service	50,600	-	50,600
Annualizations - Section IV - N/A <i>Subtotal</i>	-	-	-
Cost of Living Increase/Inflation - Section IV Provincial announcement of phase-out of Toronto Tax <i>Subtotal</i>	(10,100)	-	(10,100)
	(10,100)	-	(10,100)
Efficiencies - Section V - N/A <i>Subtotal</i>	-	-	-
Recoveries - Section V - N/A <i>Subtotal</i>	-	-	-
2008 Base Changes	(10,100)	-	(10,100)
Growth - Section VII - N/A <i>Subtotal</i>	-	-	-
Service Demand - Section VII - N/A <i>Subtotal</i>	-	-	-
Subsidy and Fee Changes - Section VII - N/A <i>Subtotal</i>	-	-	-
Other - Section VII - N/A <i>Subtotal</i>	-	-	-
2009 New Pressures	-	-	-
Total 2009 Pressures	(10,100)	-	(10,100)
2009 Recommended Cost of Service	40,500	-	40,500