

**Report to  
Rapport au:**

**Ottawa Board of Health  
Conseil de santé d'Ottawa  
17 June 2019 / 17 juin 2019**

**Submitted on June 6, 2019  
Soumis le 6 juin 2019**

**Submitted by  
Soumis par:**

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**Ward: CITY WIDE / À L'ÉCHELLE DE LA VILLE      File Number: ACS2019-OPH-PCS-0004**

**SUBJECT: 2019 OPERATING BUDGET Q1 – BOARD OF HEALTH FOR THE CITY  
OF OTTAWA HEALTH UNIT STATUS REPORT**

**OBJET: RAPPORT D'ÉTAPE SUR LE BUDGET DE FONCTIONNEMENT 2019  
DU T1 DU CONSEIL DE SANTÉ POUR LA CIRCONSCRIPTION  
SANITAIRE DE LA VILLE D'OTTAWA**

## **REPORT RECOMMENDATION**

**That the Board of Health for the City of Ottawa Health Unit receive the 2019 Q1 operating budget status report for information.**

## **RECOMMANDATION DU RAPPORT**

**Que le Conseil de santé de la circonscription sanitaire de la Ville d'Ottawa prenne connaissance du rapport d'étape sur le budget de fonctionnement du T1 2019.**

## **BACKGROUND**

The purpose of this report is to present to the Board the first quarter operating results for Public Health Programs. Ottawa Public Health (OPH) management actively reviews quarterly results to ensure that their respective spending and revenue are not indicative of any underlying issues needing to be highlighted or addressed.

The 2019 operating budget first quarter results present actual year-to-date revenues and expenditures against the amounts budgeted for the corresponding period.

## **DISCUSSION**

Document 1 provides operating budget details on first quarter results for the various Ontario Public Health Standards. Financial information is presented by program.

Document 2 provides compensation information showing the actual salary, benefits and overtime costs incurred by OPH during the corresponding period.

Document 3 provides budget adjustment and transfer information made in the first quarter of 2019 through delegated authority given to the Medical Officer of Health (MOH).

### **Q1 Operating Results**

The year-to-date budget figures are prepared on a calendarized basis. Service Areas have allocated their 2019 budgets on a monthly and quarterly basis, established primarily on past experience.

Table 1 outlines Q1 2019 expenditures and revenues by funding source and the year-to-date budget status.

Financial information provided in this document and the corresponding attachments represents data prior to the April 11<sup>th</sup> provincial budget and related announcements. Future status reports will reflect any adjustments that may be needed as a result of changes in provincial funding.

**Table 1 - Summary of Q1 2019 Results**

	<b>Net Expenditures (\$000)</b>	<b>Revenue (\$000)</b>	<b>YTD Net Surplus / (Deficit) (\$000)</b>
MOHLTC - Public Health Standards and Programs	13,286	13,286	0
MCCSS - Healthy Babies Healthy Children	1,197	1,197	0
City and Miscellaneous Programs	735	735	0
<b>Ottawa Public Health</b>	<b>15,218</b>	<b>15,218</b>	<b>0</b>

**Q1 Compensation Results**

Document 2 shows the operating status for OPH compensation expenditures up to March 31, 2019. The current financial information shows, as of the first quarter, OPH has spent 25% of the total amount budgeted for compensation for 2019 operations and 31% of its overtime budget. Additional overtime is reflective of Consumption and Treatment requirements at the Sexual Health Clinic and School Health Immunization requirements.

**Budget Adjustments and Transfers**

A summary of the budget adjustments and transfers made in the first quarter of 2019, through the delegated authority given to the MOH, is provided in Document 3. The Board of Health's Delegation of Authority By-law requires the reporting of these transactions for information purposes.

**Provincial Funding Update**

On April 11, 2019 the provincial government delivered its first [budget](#).

On April 29, 2019 the Chief Medical Officer of Health provided a letter to all provincial health units, which included additional information about the budget. Highlights of the letter included changes to the current cost share funding formula as follows:

<b>Provincial Fiscal Year</b>	<b>Cost Share</b>
<b>2018-2019</b>	75% Provincial and 25% Municipal Cost-Shared
<b>2019-2020</b> (Retroactive as of April 1, 2019)	70% Provincial 30% Municipal
<b>2020-2021</b> (effective April 1, 2020)	70% Provincial 30% Municipal
<b>2021-2022</b> (effective April 1, 2021)	60% Provincial 40% Municipal

The letter also indicated programs that are 100% provincially-funded would be moved to the above-referenced funding formula. These Programs include, but are not limited to, Healthy Smiles Ontario, Infectious Diseases Control Initiative, and Smoke Free Ontario Strategy. Information communication with the Ministry of Children, Communities and Social Services suggests that the 100% funding for the Healthy Babies, Healthy Children program will remain 100% provincial funding.

In releasing its budget, the Province announced its commitment to "modernizing public health" by establishing 10 regional public health units and 10 new regional boards of health with one governance model by 2020-21, replacing 35 local public health units and their corresponding boards of health.

On May 27, 2019 the Premier announced that the government would maintain the in-year cost sharing adjustment for Public Health, reversing the proposed 2019 pressure on municipalities to pay more in 2019.

OPH is still awaiting the formal funding letter for the 2019 budget and it is not clear whether the cost-sharing formula change will now be in place for January or April 1, 2020. The Q2 Status Report will provide further updates and a year-end forecast.

## **RURAL IMPLICATIONS**

There are no rural implications associated with this report

## **CONSULTATION**

The purpose of this report is administrative in nature and therefore no public consultation is required.

### **LEGAL IMPLICATIONS**

There are no legal impediments to receiving the information in this report.

### **RISK MANAGEMENT IMPLICATIONS**

There are no risk management implications associated with this information report.

### **FINANCIAL IMPLICATIONS**

As outlined in the report.

### **ACCESSIBILITY IMPACTS**

There are no accessibility implications associated with this report.

### **TERM OF COUNCIL PRIORITIES**

There are no term of council priorities associated with this report.

### **SUPPORTING DOCUMENTATION**

Document 1: Ottawa Public Health 2019 1st Quarter Operating Status Report

Document 2: Ottawa Public Health 2019 1st Quarter Compensation Status Report

Document 3: Ottawa Public Health 2019 1<sup>st</sup> Quarter Budget Adjustments & Transfers

### **DISPOSITION**

This report is provided for information.