

Financial Conditions and Activities - 2024 2nd Quarter - Attachment A

**Durham Regional Police Service - 2024 Financial Results**

Cost Category	Annual Budget \$000's	June YTD Actuals \$000's	% Budget	Year End Forecast	% Budget	Under/(Over) Spend \$000's	Comments on Major Trends
Payroll Expenses & Reserves	\$228,060	\$106,780	46.8%	\$225,121	98.7%	\$2,939	Expected savings from position vacancies is offset by spending pressures for overtime and part-time staff, plus increased costs to support workers injured on duty.
Personnel Related	\$3,722	\$2,005	53.9%	\$4,474	120.2%	-\$752	Cost reallocation of recruitment costs (from Professional/Consulting), plus slightly higher spend for employee training and conferences
Communication	\$1,992	\$1,025	51.5%	\$1,992	100.0%	\$0	Break-even
Supplies, Food, Services	\$3,074	\$1,284	41.8%	\$3,074	100.0%	\$0	Break-even
Facilities	\$12,482	\$4,213	33.8%	\$11,239	90.0%	\$1,243	Expected savings driven by delayed location occupancy & reallocated funds to support capital acquisition for Specialized Unit
Computer Maintenance / Operations	\$5,181	\$2,899	56.0%	\$5,716	110.3%	-\$535	Increased software and cloud computing costs, plus unplanned costs for redaction, professional standards & records software
Equipment Maintenance / Repair	\$1,626	\$362	22.3%	\$1,002	61.6%	\$624	Lower expected costs for Air One maintenance.
Vehicle Operations	\$5,539	\$2,363	42.6%	\$5,752	103.8%	-\$212	Higher costs for outsourced vehicle repair/upfit, partly offset by fuel savings
Debt Service	\$10,300	\$3,617	35.1%	\$10,300	100.0%	\$0	Break-even
Professional & Consulting	\$3,258	\$932	28.6%	\$3,744	114.9%	-\$486	Engineering & professional services supporting priority operational projects, partly offset by recruitment costs reallocated to "Personnel Related"
Legal Services	\$1,512	\$767	50.7%	\$1,512	100.0%	\$0	Break-even
Inter Dept'l Transfers	\$464	\$232	50.0%	\$464	100.0%	\$0	Break-even
Financial Expenses	\$2,802	\$1,399	49.9%	\$2,802	100.0%	\$0	Break-even
Capital	\$8,890	\$8,370	94.2%	\$10,764	121.1%	-\$1,874	Increased capital spending to support new leased facilities, fleet vehicle replacements (insured), and investigative equipment
Reserves	-\$233	-\$233	100.0%	\$650	-279.5%	-\$883	Helicopter reserve contribution - No reserve draw is expected at year-end
<b>Gross Expenditures</b>	<b>\$288,669</b>	<b>\$136,015</b>	<b>47.1%</b>	<b>\$288,604</b>	<b>100.0%</b>	<b>\$64</b>	
Revenue & Recovery	-\$20,703	-\$10,856	52.4%	-\$21,993	106.2%	\$1,290	New grant funding opportunities (Preventing Auto Thefts, Bail Compliance), increased Court Security Funding, and higher 'net' pay duty revenues (about 75% of pay duty revenues are wage related and fully offset in payroll costs)
<b>Net Expenditures</b>	<b>\$267,966</b>	<b>\$125,159</b>	<b>46.7%</b>	<b>\$266,611</b>	<b>99.5%</b>	<b>\$1,355</b>	

## Durham Regional Police Service - 2023 Financial Results

Cost Category	Annual Budget \$000's	June YTD Actuals \$000's	% Budget	Year End Forecast	% Budget	Under/(Over) Spend \$000's	Comments on Major Trends
Payroll Expenses & Reserves	\$213,563	\$98,053	45.9%	\$206,427	96.7%	\$7,136	Spending for payroll & related costs is expected to result in savings. Net wage savings from vacancies will be reduced by cost pressures from overtime and benefit costs for workers injured on duty.
Personnel Related	\$3,272	\$2,043	62.4%	\$4,299	131.4%	-\$1,027	2022 fire recovery inventory purchases (offset by expected Insurance proceeds), and higher spend to support member wellness programs.
Communication	\$1,817	\$723	39.8%	\$1,789	98.5%	\$28	Savings in printing/photocopying offset by overpend in data lines/circuits and new mobile phones for front-line officers as part of Forward. Together.
Supplies, Food, Services	\$2,841	\$1,401	49.3%	\$3,345	117.7%	-\$504	Capital funds diverted to ammunition and 2022 fire recovery inventory purchases (offset by expected Insurance proceeds),
Facilities	\$9,872	\$4,514	45.7%	\$10,674	108.1%	-\$803	Higher costs for leased facilities and maintenance, of which a portion is related to the 2022 fire (not recoverable through insurance), plus higher natural gas costs.
Computer Maintenance / Operations	\$4,491	\$2,629	58.5%	\$5,089	113.3%	-\$598	Higher IT costs for operational software programs and related software licenses.
Equipment Maintenance / Repair	\$979	\$310	31.6%	\$1,526	155.9%	-\$547	Launch of mobile device program for front-line officers recommended by Forward. Together. and AirOne repairs.
Vehicle Operations	\$5,408	\$2,492	46.1%	\$5,891	108.9%	-\$484	Higher costs for vehicle operations due to increased supplier costs for parts and service/repairs for an aging fleet due to industry shortages, and higher lease vehicle costs offset by lower wholesale fuel prices (\$1.20/L vs. budgeted \$1.61/L).
Debt Service	\$10,300	\$5,514	53.5%	\$10,300	100.0%	\$0	Break Even
Professional & Consulting	\$2,690	\$1,007	37.4%	\$3,595	133.6%	-\$904	Higher spending for extension of on-line member wellness support program and consulting resources for priority projects.
Legal Services	\$1,512	\$770	51.0%	\$1,813	119.9%	-\$301	Additional legal costs related to 2022 fire and higher anticipated board legal needs.
Inter Dept'l Transfers	\$422	\$211	50.0%	\$422	100.0%	\$0	Break Even
Financial Expenses	\$2,376	\$1,390	58.5%	\$2,638	111.0%	-\$262	Insurance restoration costs related to 2022 fire and higher point-of-sale merchant fees due to increased transactions; fully offset by higher Pay Duty revenues
Capital	\$6,596	\$6,576	99.7%	\$10,910	165.4%	-\$4,314	Unbudgeted cost for grant-funded ALPR equipment \$2.5m, plus fire-related capital replacement items \$1.3m, partially offset from insurance proceeds.
Reserves	\$279	-\$219	-78.6%	\$550	197.4%	-\$271	Not expecting to require the Air One reserve draw
<b>Gross Expenditures</b>	<b>\$266,416</b>	<b>\$127,413</b>	<b>47.8%</b>	<b>\$269,267</b>	<b>101.1%</b>	<b>-\$2,851</b>	
Revenue & Recovery	-\$18,883	-\$12,493	66.2%	-\$24,851	131.6%	\$5,967	Additional grant funding to support equipment, program supplies & payroll recoveries for priority policing initiatives, offset by lower funding for Court Security. Higher pay duty revenues (mostly offset by pay duty wages), and expected insurance recoveries.
<b>Net Expenditures</b>	<b>\$247,532</b>	<b>\$114,920</b>	<b>46.4%</b>	<b>\$244,416</b>	<b>98.7%</b>	<b>\$3,116</b>	