

Item 6.2



Hamilton

**2022 PRELIMINARY TAX OPERATING
BUDGET- CORPORATE FINANCIALS
& NON PROGRAM REVENUES**

GIC- FEBRUARY 4, 2022

**CORPORATE FINANCIALS AND NON PROGRAM REVENUES
2022 OPERATING BUDGET**

Corporate Financials and Non-Program Revenues

- Includes expenditures and revenues related to corporate-wide programs such as insurance, employee health and safety, audit fees, dividends from the Hamilton Utilities Corporation, Ontario Lottery and Gaming Corporation shared revenues, Provincial Offences Act revenues, tax revenues and write-offs
- The preliminary budget includes \$3.4M in Operating Impacts of Capital that, if approved, would be distributed to the appropriate departmental budgets

Corporate Financials – Corporate Expenditures

\$'000s

Category	2021 Restated Budget	2022 Preliminary Budget	Change (\$)	Change (%)
Corporate Initiatives	3,354.6	7,628.3	4,273.7	127.4%
Corporate Pensions, Benefits & Contingency	15,654.0	15,785.4	131.4	0.8%
Total Expenditures	19,008.6	23,413.7	4,405.1	23.2%

Corporate Financials – Corporate Expenditures

Cost Drivers \$'000s

Category	2021 Restated Budget	2022 Preliminary Budget	Change (\$)	Change (%)
Corporate Initiatives				
Area Rated Levy	2,123.9	2,540.2	416.3	19.6%
Operating Impact of Capital		3,372.2	3,372.2	n/a
Cost Recovery Adj	(446.5)	-	446.5	-100.0%
Other	1,677.2	1,715.9	38.7	2.3%
Sub Total	3,354.6	7,628.3	4,273.7	127.4%
Corporate Pensions, Benefits & Contingency				
Contingency Adj	150.0	190.0	40.0	26.7%
Employee Benefits, Sick and Vac Pay	1,890.0	2,162.0	272.0	14.4%
Retiree Benefits	13,614.0	13,433.4	(180.6)	-1.3%
Sub Total	15,654.0	15,785.4	131.4	0.8%
Total Corporate Financials	19,008.6	23,413.7	4,405.1	23.2%

4

Non-Program Revenues -Tax Adjustments

Tax Adjustments - 2022 Budget				\$'000
Category	2021 Restated Budget	2022 Preliminary Budget	Change (\$)	Change (%)
Payment In Lieu	(16,399.7)	(17,108.4)	(708.7)	4.3%
Penalties And Interest	(11,000.0)	(11,400.0)	(400.0)	3.6%
Right of Way	(3,227.0)	(3,228.9)	(1.9)	0.1%
Senior Tax Credit	537.0	529.8	(7.2)	-1.3%
Supplementary Taxes	(9,925.0)	(10,130.0)	(205.0)	2.1%
Tax Remissions and Write Offs	7,770.0	7,950.0	180.0	2.3%
Tax - ERASE Grant	600.0	600.0	-	0.0%
Tax - ENTERPRISE Grant	900.0	900.0	-	0.0%
Tax - LEED Grant	300.0	300.0	-	0.0%
Total Tax Adjustments	(30,444.7)	(31,587.5)	(1,142.8)	3.8%

5

Non-Program Revenues - Other

Other Revenues - 2022 Budget				\$'000
Category	2021 Restated Budget	2022 Preliminary Budget	Change (\$)	Change (%)
Hydro Dividend and Other Interest	(5,281.5)	(5,281.5)	-	0.0%
Investment Income	(4,100.0)	(4,100.0)	-	0.0%
Slot Revenues	(5,200.0)	(5,200.0)	-	0.0%
POA Revenues	(2,365.8)	(2,302.2)	63.5	-2.7%
Total Other Revenues	(16,947.3)	(16,883.7)	63.5	-0.4%

Non-Program Revenues - Trend Analysis - \$'M

Category	Actual 2017	Actual 2018	Actual 2019	Actual 2020	Proj. Actual 2021	Budget 2022	Actuals 5 Yr Ave 2017-21
Tax Adjustments							
Payment In Lieu	(16.0)	(16.4)	(16.6)	(17.3)	(16.4)	(17.1)	(16.6)
Penalties and Interest	(11.5)	(11.2)	(12.0)	(11.3)	(11.0)	(11.4)	(11.4)
Right of Way	(3.2)	(3.2)	(3.2)	(3.2)	(3.2)	(3.2)	(3.2)
Senior Tax Credit	0.6	0.6	0.6	0.5	0.5	0.5	0.6
Supplementary Taxes	(11.2)	(10.4)	(10.5)	(13.0)	(9.9)	(10.1)	(11.0)
Tax Remissions/Write Offs	24.5	11.3	5.0	9.9	9.6	9.8	12.0
Sub Total:Tax Adjustments	(16.8)	(29.4)	(36.8)	(34.5)	(30.4)	(31.6)	(29.6)
Corporate Revenues							
Hydro Dividend/Other Interest	(10.3)	(2.6)	(4.8)	(4.2)	(5.3)	(5.3)	(5.4)
Investment Income	(4.1)	(4.1)	(4.1)	(5.0)	(4.1)	(4.1)	(4.3)
POA Revenues	(2.9)	(3.0)	(3.1)	0.3	(4.7)	(2.3)	(2.7)
Slot Revenues	(5.3)	(5.3)	(5.5)	(5.2)	(5.2)	(5.2)	(5.3)
Sub Total:Corporate Revenues	(22.5)	(15.0)	(17.4)	(14.1)	(19.3)	(16.9)	(17.7)
NET LEVY	(39.3)	(44.4)	(54.2)	(48.5)	(49.8)	(48.5)	(45.1)



THANK YOU

