



EDMONTON POLICE SERVICE

REPORT TO THE EDMONTON POLICE COMMISSION

DATE: 2017-April-04

SUBJECT: Financial Report for the Period Ending February 28, 2017

RECOMMENDATION:

That the financial report for the period ending February 28, 2017 be received for information.

INTRODUCTION:

This report provides current year end financial performance information for the Edmonton Police Service (EPS) for the period ending February 28, 2017.

COMMENTS / DISCUSSION:

Operating Results

The operating results for the period ending February 28, 2017 indicate a net surplus position of \$2.529 million or 4.2% mainly due the underspend in non-personnel of \$1.857 million, underspend in personnel of \$0.465 million, and a surplus in revenue of \$0.207 million.

The main cause of the under budget position in non-personnel costs is due to the timing of purchases which will be addressed through updated bureau spending plans. It is expected that these budgets will be utilized during the year.

The under budget position in personnel costs is primarily due to limited need of overtime in Community Policing and Police Communication, and fewer than expected major injury collisions to date.

The surplus in revenue is due to the timing of billing in School Resource Officer program, which will be addressed through updated spending plan in March.

CONCLUSION:

Based on the operating results to the end of February and the explanations attached, the year-end forecast indicates that the EPS may be \$2.711 million or 0.8% under budget due to the receipt of E911 revenues (one-time) and vacancies primarily due to the delayed implementation of Northwest Campus and the Collision Reporting Center.

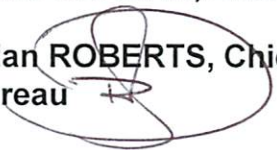
ADDITIONAL INFORMATION ATTACHED:


Operating:

I Budget Variance by Major Category of Revenue & Expenditures

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Approved by: Brian ROBERTS, Chief Administrative Officer, Corporate Services Bureau 

A/ Chief of Police: Kevin Brezinski 

Date: 2017-03-30

Edmonton Police Service
Budget Variance by Major Category of Revenues & Expenditures
For the Period Ending February 28, 2017
(\$000's)

	Current Period				2016 Year to Date				2017 Year to Date				Year End Forecast			
	Budget	Actual	Variance	%	Budget	Actual	Variance	%	Budget	Actual	Variance	%	Budget	Projected	Variance	%
Revenue																
Traffic Safety Act Fines (Note 1)	\$ 907	\$ (3 018)	\$ (3 925)	-432.7%	\$ 2 522	\$ 1 909	\$ (613)	-24.3%	\$ 1 814	\$ 1 814	\$ -	0.0%	\$ 15 508	\$ 15 508	\$ -	0.0%
Transfer to COE General Revenues	-	-	-		-	-	-		-	-	-		-	-	-	
Transfer from Reserve (OTS) (Note 2)	-	-	-		-	-	-		-	-	-		22 292	22 292	-	0.0%
Provincial Grants (Note 3)	263	276	13	4.9%	405	182	(223)	-55.1%	475	276	(199)	-41.9%	27 923	28 819	896	3.2%
Other Revenue (Notes 4 and 12)	2 069	1 888	(181)	-8.7%	4 003	4 118	115	2.9%	4 208	4 614	406	9.6%	25 394	26 490	1 096	4.3%
Total Revenue	3 239	(854)	(4 093)	-126.4%	6 930	6 209	(721)	-10.4%	6 497	6 704	207	3.2%	91 117	93 109	1 992	2.2%
Expenditures																
Personnel																
Salary and benefits (Note 5)	25 762	26 940	(1 178)	-4.6%	51 033	50 051	982	1.9%	55 603	55 539	64	0.1%	329 341	328 804	537	0.2%
EPS Overtime (Note 6a)	768	618	150	19.5%	1 555	1 383	172	11.1%	1 658	1 285	373	22.5%	10 982	10 624	358	3.3%
External Overtime (Note 6b)	38	38	-	0.0%	72	113	(41)	-56.9%	77	49	28	36.4%	460	319	141	30.7%
	26 568	27 596	(1 028)	-3.9%	52 660	51 547	1 113	2.1%	57 338	56 873	465	0.8%	340 783	339 747	1 036	0.3%
Non-Personnel																
Furniture, equipment, IT, materials and supplies (Note 7)	1 049	(2 164)	3 213	306.3%	3 384	2 038	1 346	39.8%	2 230	2 250	(20)	-0.9%	14 053	14 578	(525)	-3.7%
Contracts and services (Note 8)	1 580	1 880	(300)	-19.0%	3 413	2 598	815	23.9%	3 162	2 407	755	23.9%	21 509	21 567	(58)	-0.3%
Vehicles (Note 9)	615	653	(38)	-6.2%	1 161	1 155	6	0.5%	1 232	1 134	98	8.0%	7 544	7 086	458	6.1%
Facilities (Note 10)	1 353	1 286	67	5.0%	2 663	2 417	246	9.2%	2 708	2 018	690	25.5%	17 268	17 145	123	0.7%
Other Expenditures (Note 11)	208	340	(132)	-63.5%	431	295	136	31.6%	447	113	334	74.7%	4 113	4 333	(220)	-5.3%
	4 805	1 995	2 810	58.5%	11 052	8 503	2 549	23.1%	9 779	7 922	1 857	19.0%	64 487	64 709	(222)	-0.3%
Total Expenditures (Note 13)	31 373	29 591	1 782	5.7%	63 712	60 050	3 662	5.7%	67 117	64 795	2 322	3.5%	405 270	404 456	814	0.2%
Position before Adjustments	28 134	30 445	(2 311)	-8.2%	56 782	53 841	2 941	5.2%	60 620	58 091	2 529	4.2%	314 153	311 347	2 806	0.9%
Tangible Capital Assets Budget adjustment (Note 14)													5 450	5 450	-	0.0%
Net Position	\$ 28 134	\$ 30 445	\$ (2 311)	-8.2%	\$ 56 782	\$ 53 841	\$ 2 941	5.2%	\$ 60 620	\$ 58 091	\$ 2 529	4.2%	\$ 319 603	\$ 316 797	\$ 2 806	0.9%

Pending Spring Operating Budget Adjustments (SOBA):

Salary & Benefit Expenditures Increase	\$ 640
Tow Lot Revenue Increase	(640)
Transfer to Community Standards	(95)

\$ 319 508 \$ 316 797 \$ 2 711 0.8%

Edmonton Police Service

Explanation of Variances by Major Category of Expenditures and Revenues – Notes

For the Period Ended February 28th 2017**1. Traffic Safety Act (TSA) Fines Revenue**

Year to Date – On budget pending Office of the Traffic Safety (OTS) processing Automated Enforcement entry in March.

Forecast – On budget.

2. Transfer from Reserve - Office of Traffic Safety (OTS)

Year to Date – Transfers from the OTS will occur on a quarterly basis with the transfer for the first quarter to occur in March.

Forecast – No variance is expected.

3. Provincial Grants

Year to Date – There has been less E911 Grant revenue recognized year to date offset by lower non-personnel expenses.

Forecast – Recognition of revenues to offset all 911 Operators expenses from July 01 to December 31, 2016 as supported by Alberta Emergency Management Agency on March 02, 2017.

4. Other Revenue

Year to Date – The over budget position is primarily due to timing of billing for School Resource Officer program, which will be addressed through updated monthly budget allocation in March. This is offset by greater overall Secondment recoveries due to over staffed ALERT (offset by greater personnel costs).

Forecast – Over budget due to ALERT (offset by greater personnel costs), and tow lot storage rate increase, which will be addressed through Spring Operating Budget Adjustment.

5. Salary and Benefits

Year to date – Slightly under budget.

Forecast – Same as for the year to date due to lower than expected costs, such as court, employee allowance, and acting pay.

The sworn member attrition position for the first two months of the year is:

Attrition	February	February YTD	Full Year
Original Projection	6	11	70
Actual & Updated Projection	3	13	70

As of March 15, 2017, six sworn members have tendered their resignation, and ten announced their retirement for an attrition total of sixteen. Of these, thirteen were no longer on the payroll as of February 28, 2017.

6a. EPS Overtime

Year to date – Underspend as a result of limited need of overtime in Community Policing and Police Communication, and fewer than expected major injury collisions to date.

Forecast – Same as the year to date.

6b. External Overtime

Year to date – Slightly under budget (offset by revenues).

Forecast – Same as the year to date.

7. Furniture, Equipment, IT, Materials and Supplies

Year to date – Slightly over budget.

Forecast – An over spend is projected mainly due to the one-time purchases identified through critical unfunded initiatives offset by contracts and services.

8. Contracts & Services

Year to date – Under budget due to the timing of expenses for various contracts (i.e. a contract award for paramedics). Also, bureau spending plans will be updated for March and April financial reports and will impact variances.

Forecast – Same as the year to date offset by one-time purchases identified through critical unfunded initiatives.

9. Vehicle Costs

Year to date – Under budget primarily due to lower maintenance and repair costs.

Forecast – Same as the year to date.

10. Facilities

Year to Date – Under budget due to timing on custodial and maintenance costs as well as fluctuation in utility rates and consumption.

Forecast – Same as the year to date, offset by costs charged to other budget categories (other expenditures).

11. Other Expenditures

Year to Date – Under budget primarily as a result of the timing on travel & training.

Forecast – Over budget as a result of various facility, renovation and leasing allocations being charged to City's inter-departmental category instead of facilities where budget exists.

12. Other Revenue

Other Revenue includes revenue received from other City of Edmonton departments for Extra Duty policing.

13. Accruals

The total Operating non-personnel accruals for February amounted to \$1.0 million (rounded).

14. Tangible Capital Assets

Budget held to cover capital qualifying expenses for projects such as vehicles.