



# 2023 Budget

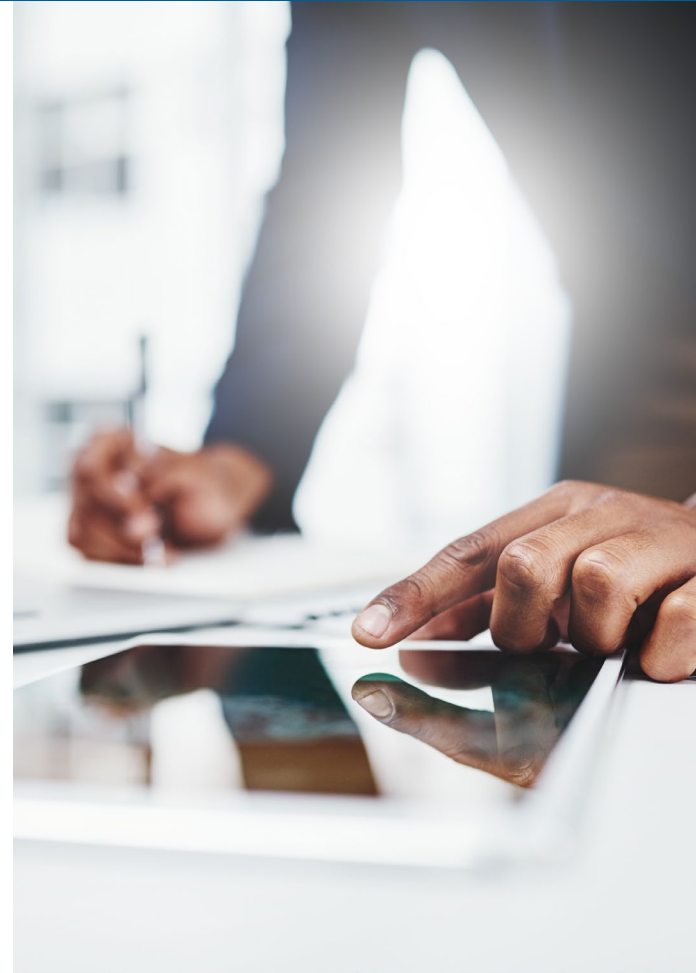
## Opening Remarks from the Chief Financial Officer

January 19, 2023



# A Challenging Budget

- Economic Volatility
  - Heightened inflation
  - Supply chain issues
  - War in Ukraine
- Changing legislation
  - *Bill 23 More Homes Built Faster Act, 2022*
- Ongoing residual impacts of COVID-19
- Peel continues to grow



# Critical urgent needs

- Elimination of systemic discrimination
- Climate Change as a Regionally declared emergency
- Housing Affordability
- Public Health and Public Safety
- Embedding new immunization services to allow organization to recover
- Psychological health and well-being

# Financing Peel Regional Police Facilities Community Safety Levy

- \$794M in the 2023 Capital Budget vs. \$138M forecasted in 2022 for 2023
- Insufficient capital reserves to fund the increased expenditure
- Debt will need to be issued requiring the inclusion of debt payments in the tax operating budget; will be phased in from 2023 to 2027

	2023	2024	2025	2026	2027
<b>Additional Amount required*</b>	\$6.2M	\$12.4M	\$12.4M	\$12.4M	\$7.2M
<b>Additional Net Tax Levy Impact</b>	0.5%	1.0%	1.0%	1.0%	0.6%

# Focus on long term sustainability

- Maintaining Infrastructure
  - Peel services are infrastructure intensive; \$36 billion
- Maintaining service levels
  - Managing within inflation
- Transforming for a digital first world
- Region Controlled and External Agencies
  - Tax Operating budget;
    - Region controlled services represent 55%
    - External agencies represent 45%
  - Tax Capital budget
    - Region controlled services are 35% of tax capital budget
    - External agencies are 65%