



EDMONTON POLICE SERVICE

REPORT TO THE EDMONTON POLICE COMMISSION

DATE: 2015-January-05

SUBJECT: Monthly Report for the Period Ending November 30, 2014

RECOMMENDATION:

That the monthly report for the period ending November 30, 2014 be received for information.

INTRODUCTION:

This report provides current and projected year end financial performance information for the Edmonton Police Service (EPS) for the period ending November 30, 2014.

COMMENTS / DISCUSSION:

Operating Results

The operating results for the period ending November 30, 2014 indicate a net surplus position of \$2.845 million or 1.1% mainly due to under spends in non-personnel of \$2.503 million and personnel of \$0.525 million, offset by a shortfall in revenue of \$0.183 million.

The main cause of the under budget position in non-personnel costs is due to the timing of purchases predominantly in the areas of Informatics and Supply Services. It is expected that these budgets will be utilized during the year, or will be used to cover the shortfall in revenue.

The under budget position in personnel costs is primarily due to lower court costs. It is expected that these under spends will be reduced by year end.

The shortfall in Traffic Safety Act (TSA) fines is the major cause for the revenue deficit despite seeing an improvement from 2013. This is partly due to an increase in the volume of calls for service and the increased focus on violent crimes. The projection has been changed by \$0.3 million to account for lower than expected revenues.

CONCLUSION:

Based on the operating results to the end of November and the explanations attached, the year-end forecast indicates that the EPS may be \$1.987 million or 0.7% over budget.

ADDITIONAL INFORMATION ATTACHED:

Operating:

I **Budget Variance by Major Category of Revenue & Expenditures**

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Approved by: Danielle Campbell, Deputy Chief, Corporate Services Bureau 

Chief of Police:  _____

Date: JAN 14 2015

Edmonton Police Service

Budget Variance by Major Category of Revenues & Expenditures

For the Period Ending November 30, 2014
(\$000's)

	Current Period				2013 Year to Date				2014 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)	\$ 1,407	\$ 985	\$ (422)	-30.0%	\$ 15,011	\$ 11,601	\$ (3,410)	-22.7%	\$ 14,993	\$ 12,712	\$ (2,281)	-15.2%	\$ 16,158	\$ 13,658	\$ (2,500)	-15.5%
Transfer to COE General Revenues	-	-	-		-	-	-		-	-	-		-	-	-	
Provincial Grants (Note 2)	-	-	-		23,580	23,580	-	0.0%	23,580	24,021	441	1.9%	23,580	24,680	1,100	4.7%
Other Revenue (Notes 3 and 11)	1,985	3,418	1,433	72.2%	24,655	25,311	656	2.7%	24,339	25,996	1,657	6.8%	27,067	27,377	310	1.1%
Total Revenue	3,392	4,403	1,011	29.8%	63,246	60,492	(2,754)	-4.4%	62,912	62,729	(183)	-0.3%	66,805	65,715	(1,090)	-1.6%
Expenditures																
Personnel																
Salary and benefits (Note 4)	20,785	21,598	(813)	-3.9%	245,120	242,182	2,938	1.2%	249,222	248,531	691	0.3%	273,860	273,917	(57)	0.0%
EPS Overtime (Note 5a)	805	769	36	4.5%	9,053	9,230	(177)	-2.0%	9,183	9,304	(121)	-1.3%	10,119	10,371	(252)	-2.5%
External Overtime (Note 5b)	36	71	(35)	-97.2%	396	697	(301)	-76.0%	396	441	(45)	-11.4%	432	485	(53)	-12.3%
	21,626	22,438	(812)	-3.8%	254,569	252,109	2,460	1.0%	258,801	258,276	525	0.2%	284,411	284,773	(362)	-0.1%
Non-Personnel																
Furniture, equipment, IT, materials and supplies (Note 6)	851	756	95	11.2%	10,429	10,904	(475)	-4.6%	11,253	11,099	154	1.4%	10,568	13,418	(2,850)	-27.0%
Contracts and services (Note 7)	1,611	1,959	(348)	-21.6%	17,576	16,394	1,182	6.7%	16,554	15,362	1,192	7.2%	18,147	17,562	585	3.2%
Vehicles (Note 8)	679	622	57	8.4%	7,037	6,852	185	2.6%	7,488	7,325	163	2.2%	8,167	7,949	218	2.7%
Facilities (Note 9)	1,600	1,399	201	12.6%	14,234	13,200	1,034	7.3%	14,709	13,772	937	6.4%	16,197	15,235	962	5.9%
Other Expenditures (Note 10)	223	338	(115)	-51.6%	3,582	3,619	(37)	-1.0%	3,729	3,672	57	1.5%	6,826	6,960	(134)	-2.0%
	4,964	5,074	(110)	-2.2%	52,858	50,989	1,869	3.6%	53,733	51,230	2,503	4.7%	59,905	61,124	(1,219)	-2.0%
Total Expenditures (Note 11)	26,590	27,512	(922)	-3.5%	307,427	303,078	4,349	1.4%	312,534	309,506	3,028	1.0%	344,316	345,897	(1,581)	-0.5%
Position before Adjustments	23,198	23,109	89	0.4%	244,181	242,586	1,595	0.7%	249,622	246,777	2,845	1.1%	277,511	280,182	(2,671)	-1.0%
Tangible Capital Assets Budget adjustment (Note 13)													7,799	7,115	684	8.8%
Net Position	\$ 23,198	\$ 23,109	\$ 89	0.4%	\$ 244,181	\$ 242,586	\$ 1,595	0.7%	\$ 249,622	\$ 246,777	\$ 2,845	1.1%	\$ 285,310	\$ 287,297	\$ (1,987)	-0.7%

Edmonton Police Service**Explanation of Variances by Major Category of Expenditures and Revenues – Notes****For the Period Ended November 30th 2014****1. Traffic Safety Act (TSA) Fines Revenue**

Year to Date – Under budget despite an increase of 11% in revenues compared to 2013. All four of the Specialized Traffic Apprehension Teams (STAT) are operational, however an increase in the volume of calls for service and the increased focus on violent crimes are the main causes of the under budget position.

Forecast – Same as for the year to date. The approved budget for 2015 has been reduced by \$1.75 million to account for this reduction in revenue.

2. Provincial Grants

Year to Date – Over budget due to the E911 Grant (offset in Salary and Benefits).

Forecast – Same as for the year to date with additional offset in Furniture and Equipment.

3. Other Revenue

Year to Date – Over budget primarily due to a Heavy Users of Service (HUOS) grant, \$3.0 tow fee increase in tow lot revenues, and higher Police Information Check revenues due to volume and fingerprinting fee increases. This is offset by lower Extra Duty policing that is balanced out by a decrease in payments to members (Contracts and Services), decrease in E911 Revenues.

Forecast – Same as for the year to date.

4. Salary and Benefits

Year to date – Under budget primarily due to lower court costs.

Forecast – Slightly over budget.

4. Salary and Benefits (continued)

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

Attrition	November	November YTD	Full Year
Original Projection	8	53	64
Actual & Updated Projection	5	76	85

As of December 17, 2014, thirty-eight sworn members have tendered their resignation, forty-three announced their retirement, one member passed away, and two have been dismissed for an attrition total of eighty-four. Of these, seventy six were no longer on the payroll as of November 30, 2014.

5a. EPS Overtime

Year to date – Over budget primarily due to increased operational and investigative projects in the Community Policing Bureau, as well as the summer Community Safety Initiative (CSI) shifts (offset by Contracts and Services). This is offset by various under spends in Investigative Support Bureau (i.e. Homicide, Tactical).

Forecast – Same as for the year to date.

5b. External Overtime

Year to date – Slightly over budget.

Forecast – Same as for the year to date.

6. Furniture, Equipment, IT, Materials and Supplies

Year to date – Slightly under budget.

Forecast – Over budget due to infrastructure improvements to enhance 911 services (will be funded by the Provincial E911 Grant), and a number of one-time purchases offset by under spends in other areas (Contracts & Services).

7. Contracts & Services

Year to date – Under budget due to lower payments to members working Extra Duty (offset by lower revenue) as a result of a change in policy. Budgets being held to offset spends in other areas (Overtime, Furniture and Equipment, Other), and various other minor variances related to the timing of purchases also contribute to the under budget position.

Forecast – Same as for the year to date.

8. Vehicle Costs

Year to date – Under budget due to less kilometers driven, resulting in lower recharges from the City's Fleet Services Branch.

Forecast – Same as for the year to date.

9. Facilities

Year to Date – Under budget mainly due to lower telephone and data charges, custodial, maintenance, and space rent partially offset by utility costs.

Forecast – Same as for the year to date.

10. Other Expenditures

Year to Date – Under budget primarily as a result of lower insurance premiums.

Forecast – Slightly over budget.

11. Other Revenue

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

12. Accruals

The total Operating non-personnel accruals for November amounted to \$1.3 million (rounded).

13. Tangible Capital Assets

Budget held to cover capital qualifying expenses for projects such as vehicles, and replacement of boilers.