

10 Year Facilities Capital Plan

EPSC
October 11, 2007

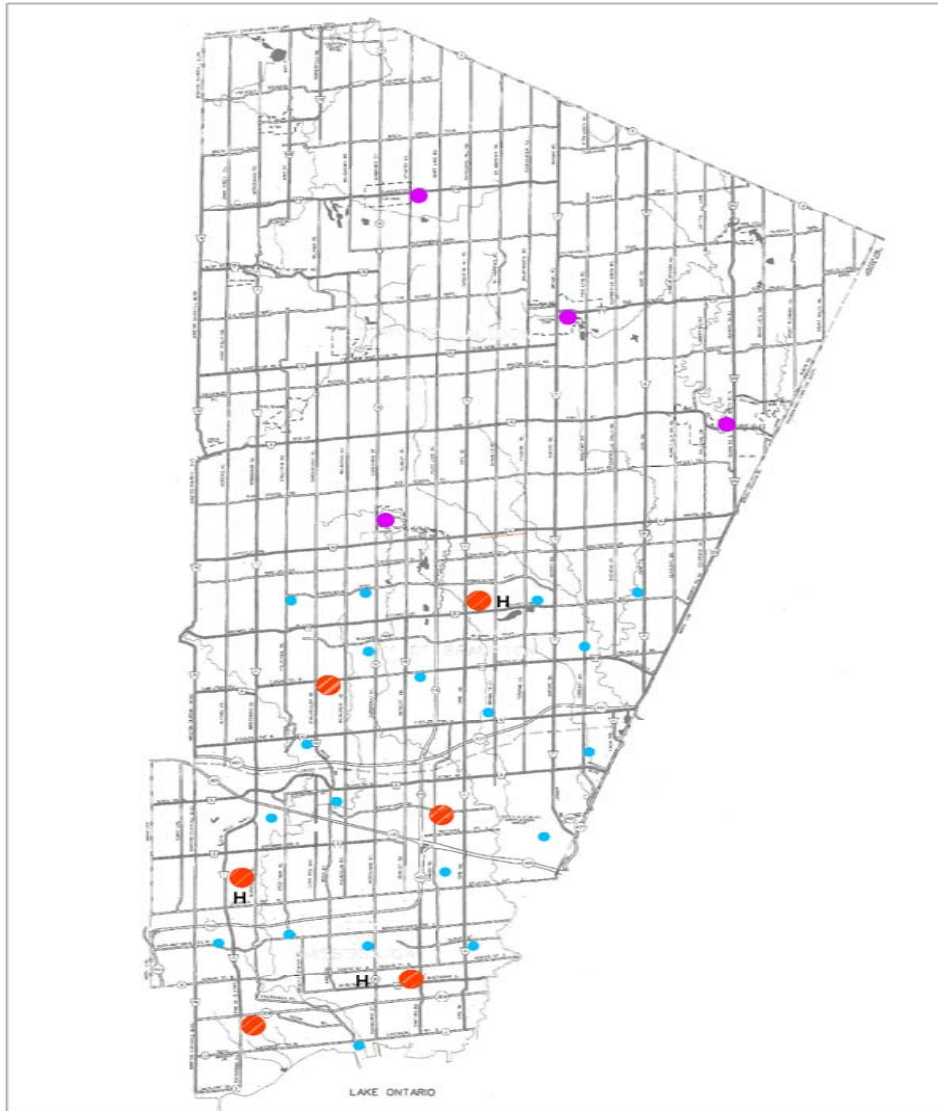


Background

- During the 2005 budget process Council directed the program to develop a 10 year capital plan for facilities
- Program engaged the services of HealthAnalytics to evaluate and recommend on the capital planning and development of the program
- June 2007 Council adopted a Divisional Model for the development of Paramedic facilities in Peel

Facility Profile

Current	2017
0 Reporting Stations	6 Reporting Stations
0 Satellite Stations	19 Satellite Stations
12 Stand alone	4 Stand Alone
12 Total	29 Total



**PEEL REGIONAL PARAMEDIC SERVICES
DIVISIONAL MODEL FACILITY PLAN 2017**

- SATELLITE STATIONS
- STAND ALONE STATIONS
- REPORTING STATIONS
- H** HOSPITALS

October 10, 2007

Municipal Co-Locations

- Assuming the “one taxpayer” principle, there are no capital costs included for land where the Region or area municipalities currently own the land
- Area municipalities will be project lead on co-location design and construction where they own the lands
- Capital project and operating efficiencies will be taken advantage of:
 - Shared utility hook ups
 - One building mechanical system
 - Energy conservation
- Currently, 14 of the 26 proposed locations will be co-locates



Estimated Operating Costs

Type of Station	Operating Costs
Reporting Station	\$512,000
Satellite Station	\$63,000
Stand Alone Station	\$143,000



Capital Financing

Year	# Reporting Stations	# Satellite Station	# Stand Alone Stations	Gross Budget (\$millions)
2008	4	1	0	20.6
2009	1	2	0	6.3
2010	1	4	1	6.9
2011	0	4	0	2.5
2012	0	1	0	1.0
2013	0	2	0	1.9
2014	0	2	0	2.3
2015	0	2	0	2.4
2016	0	1	0	1.2
2017	0	0	0	0.0
Totals	6	19	1	45.1

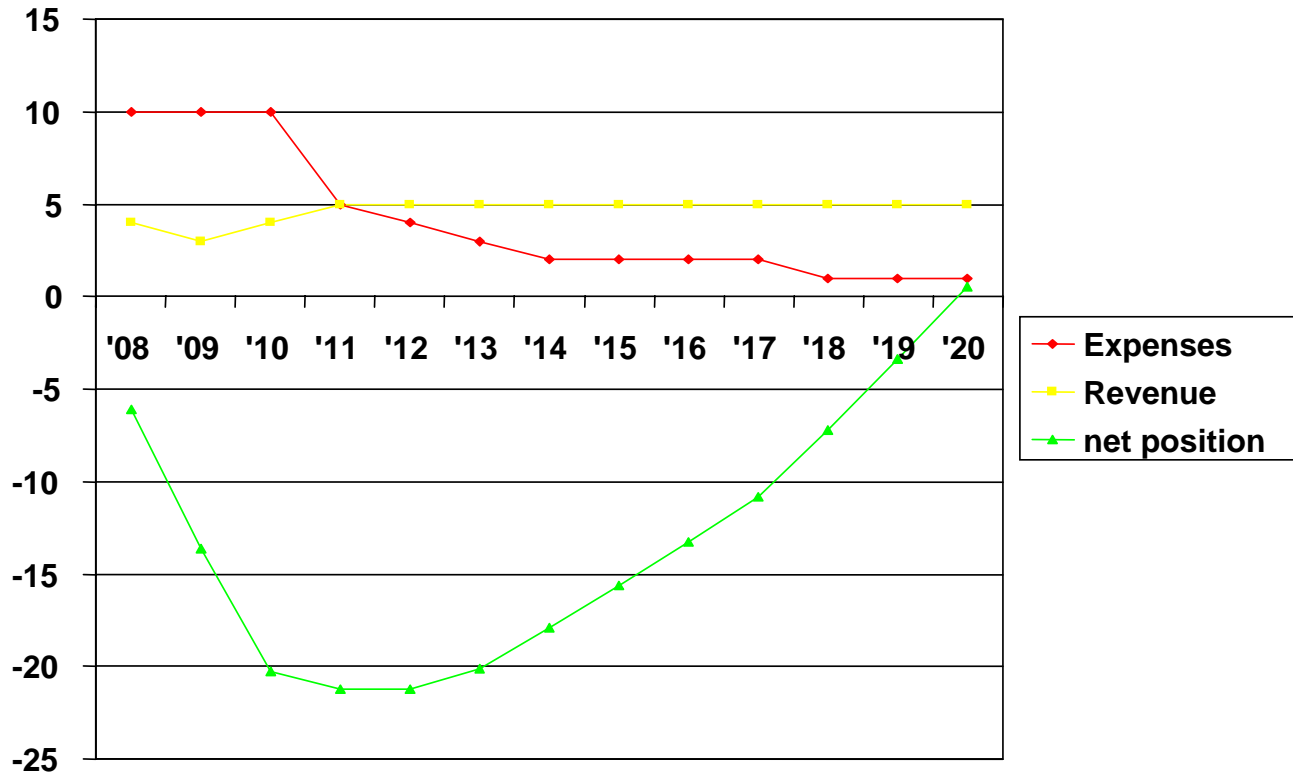


Financing of Capital Plan

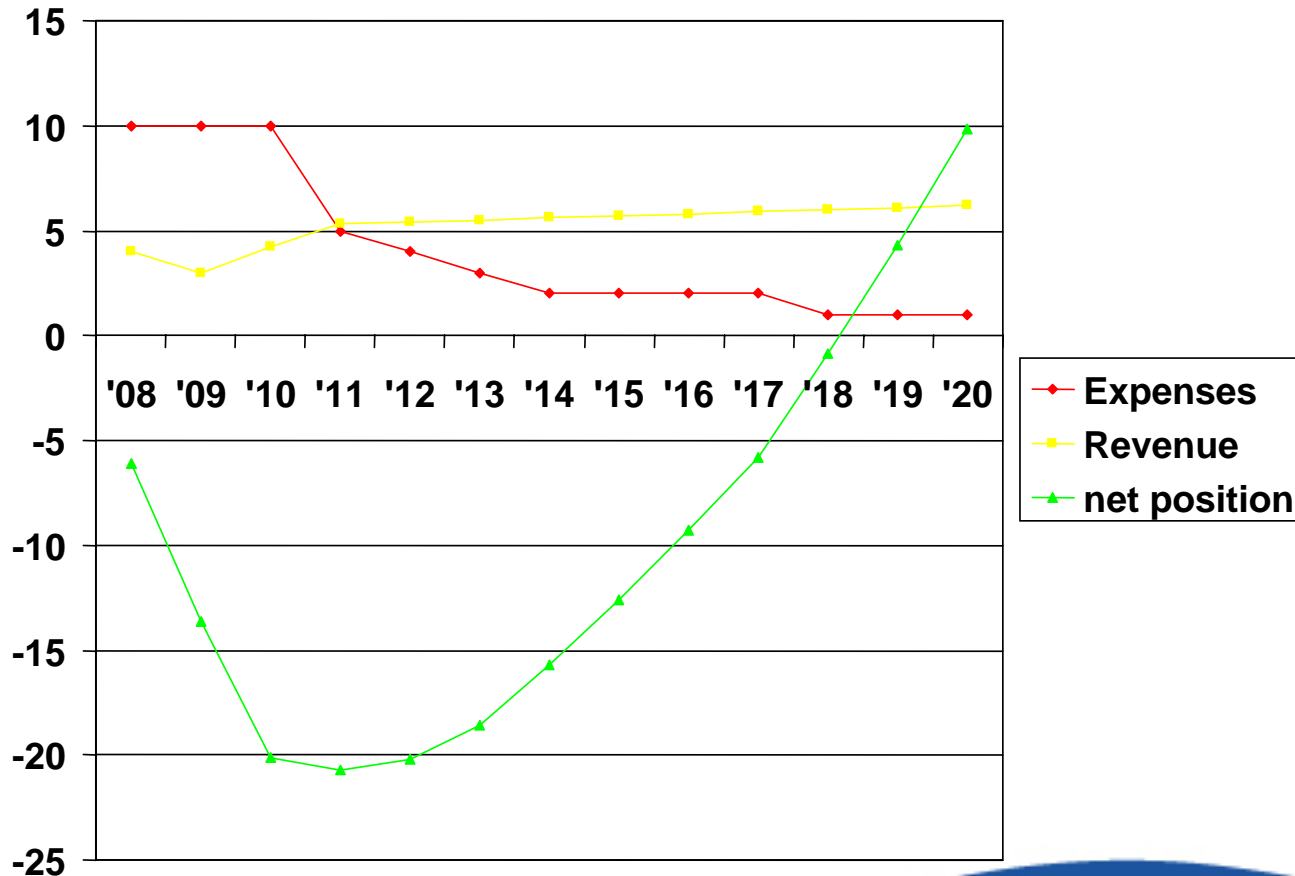
- Existing financing plan unfairly skewed to property tax payers
 - Province doesn't recognize capital costs
 - DCA rules prohibit DC funding past 10 year average service standard
 - **Need to continue advocacy for fairer share**
- Opportunities exist under annual DC review process to enhance growth share based on improvement to average 10 year service standard...but will be gradual and subject to future bylaw updates
- Broader portfolio approach to management of capital financing plan allows for internal borrowing to deliver capital plan while continuing advocacy...long term financing plan will be developed on an ongoing basis
- Draft 10 year plan incorporates base case...which is longer term financing by tax base



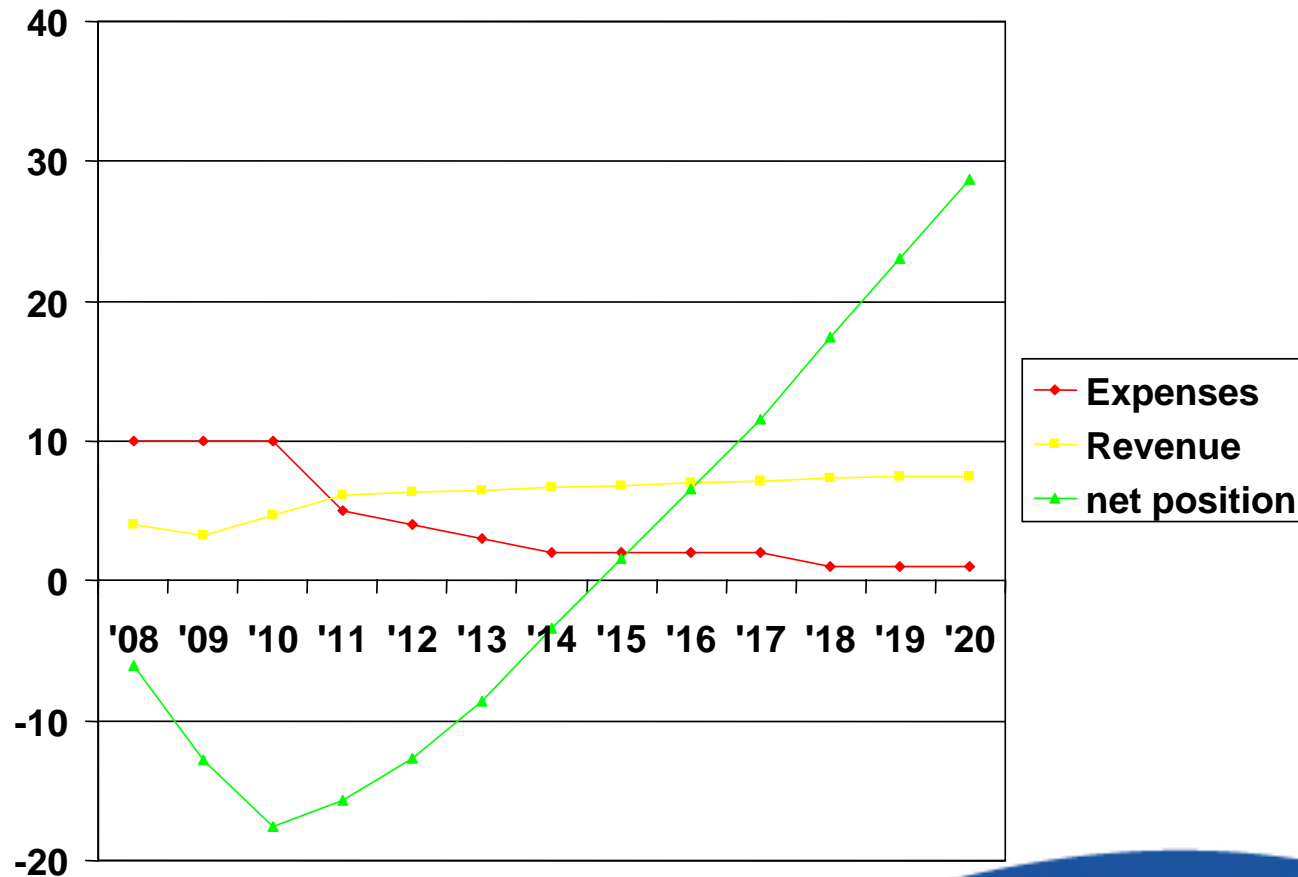
Primarily Peel Funded



Base + Incremental DC



Base + DC+ Marginal grants



Financing of Capital Plan

- Scenarios are simply illustrative of potential shifts in funding that may arise from advocacy.
 - 13 year horizon used for model
 - All models assume that existing funds utilized first and then gradual increase to \$ 5 million financing costs in tax base over 2009-2011 period and then constant after
 - DC scenario calls for very slow phase in of a greater allocation to growth, but still based on 10 year average= +\$7.7 million in revenue
 - Ministry scenario calls for 50% but paid to Peel over 20 years= +\$11.7 million in revenue
 - Impact on Peel ...in range of \$19 million potential additional revenue plus \$6 million in interest savings
 - Best case calls for upwards of 75% of these costs being offset



Summary

- 2008 – 2017 the 10 year capital plan will be brought forward during the 2008 budget discussions with Council
- 10 year capital plan will include costs outlined in the report
- Operating costs associated with this plan will be included beginning in the 2009 current budget

