

Expenditure Monitor 2023-24: Q2

Briefing Deck



FAO
FINANCIAL ACCOUNTABILITY
OFFICE OF ONTARIO

Purpose and Overview

- This report provides information on spending by the Province through the first two quarters of the 2023-24 fiscal year (April 1, 2023 to September 30, 2023).
- The information in this report is based on the FAO's analysis of transactions recorded in the Province's financial accounting system as of September 30, 2023.
- All figures are unaudited, as final audited figures are not available until the release of the Public Accounts of Ontario after the end of the 2023-24 fiscal year.

2023-24 Spending Plan Changes



2023-24 Spending Plan Down \$32 million

Sector	2023-24 Spending Plan	Q1 Changes	Q2 Changes	Total Changes	Revised 2023-24 Spending Plan
Health	77,090	-14	180	166	77,256
Education	36,281	2	-	2	36,283
Postsecondary Education	7,226	1	-	1	7,228
Children, Community and Social Services	19,526	33	-	33	19,559
Justice	5,664	190	21	212	5,875
Other Programs	33,756	604	76	680	34,435
Unallocated Funds:					
Contingency Fund	4,000	-849	-277	-1,126	2,874
Interest on Debt	13,764	-	-	-	13,764
Total	197,307	-32	-	-32	197,275

Note: Figures exclude planned spending on some assets and additional planned spending by the broader public sector organizations controlled by the Province (hospitals, school boards, colleges and children's aid societies), the Province's agencies and the legislative offices.

Source: FAO analysis of information provided by Treasury Board Secretariat.

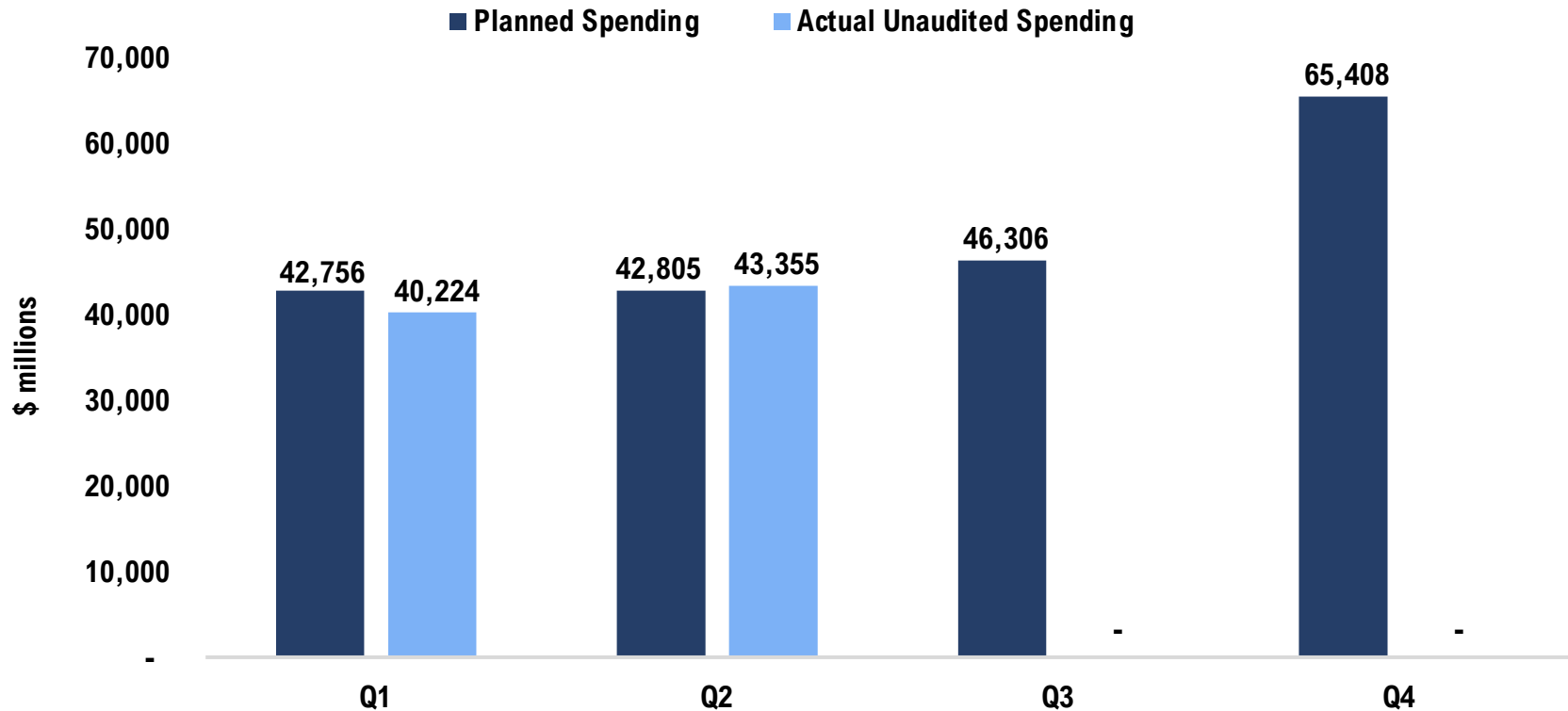
Key Spending Plan Changes in Q2

- Health:
 - **\$180 million increase** for Home Care.
- Justice:
 - **\$15 million increase** for the Ministry of the Solicitor General, Ontario Police College.
- Other Programs:
 - **\$42 million increase** for the Ministry of Municipal Affairs and Housing, for the National Housing Strategy Programs.
 - **\$20 million increase** for the Ministry of Economic Development, Job Creation and Trade, for Strategic Investments (\$11 million) and Life Sciences Strategy (\$9 million).

First and Second Quarter Spending: 2023-24 Actual Unaudited Spending vs. Planned Spending



Actual Unaudited Spending vs. Planned Spending



Note: Figures exclude spending on some assets and additional spending by the broader public sector organizations controlled by the Province (hospitals, school boards, colleges and children's aid societies), the Province's agencies and the legislative offices. Planned fourth quarter spending is significantly higher than planned spending in each of the first three quarters due to year-end accounting adjustments.

Source: FAO analysis of information provided by Treasury Board Secretariat.

Actual Unaudited Spending was \$2.0 Billion Less-than-Planned

Sector	Revised 2023-24 Spending Plan	Planned Spending at End of Q2	Actual Unaudited Spending at End of Q2	Actual vs. Planned at End of Q2	Actual vs. Planned (%)
Health	77,256	35,887	36,698	811	2.3%
Education	36,283	12,783	12,655	-129	-1.0%
Postsecondary Education	7,228	3,417	3,290	-127	-3.7%
Children, Community and Social Services	19,559	9,611	9,402	-209	-2.2%
Justice	5,875	2,699	2,762	63	2.3%
Other Programs	34,435	14,271	12,741	-1,530	-10.7%
Unallocated Funds:					
Contingency Fund	2,874	-	-	-	N/A
Interest on Debt	13,764	6,893	6,032	-861	-12.5%
Total	197,275	85,561	83,579	-1,982	-2.3%

Note: Figures exclude spending on some assets and additional spending by the broader public sector organizations controlled by the Province (hospitals, school boards, colleges and children's aid societies), the Province's agencies and the legislative offices.

Source: FAO analysis of information provided by Treasury Board Secretariat.

Key Programs with Less / Higher than Planned Spending

Key programs with less-than-planned spending include:

- Interest on debt (-\$861 million)
- Electricity subsidy programs (-\$583 million)
- Ministry of Infrastructure capital programs (-\$253 million)
- Social assistance programs (-\$183 million)
- Health Capital Program (-\$143 million)
- Child care (-\$127 million)

Key programs with higher-than-planned spending include:

- Health services (hospitals, home care, community services) (\$428 million)
- Ministry of Health drug programs (\$279 million)

First and Second Quarter Spending: 2023-24 Spending vs. 2022-23 Spending



2023-24 Spending Up \$3.1 Billion vs. 2022-23

Sector	2023-24 Spending at End of Q2	2022-23 Spending at End of Q2	2023-24 vs. 2022-23	2023-24 vs. 2022-23 (%)
Health	36,698	35,073	1,625	4.6%
Education	12,655	12,044	611	5.1%
Postsecondary Education	3,290	3,250	39	1.2%
Children, Community and Social Services	9,402	8,908	495	5.6%
Justice	2,762	2,616	146	5.6%
Other Programs	12,741	12,279	462	3.8%
Interest on Debt	6,032	6,334	-302	-4.8%
Total	83,579	80,503	3,076	3.8%

Note: Figures exclude spending on some assets and additional spending by the broader public sector organizations controlled by the Province (hospitals, school boards, colleges and children's aid societies), the Province's agencies and the legislative offices.

Source: FAO analysis of information provided by Treasury Board Secretariat.

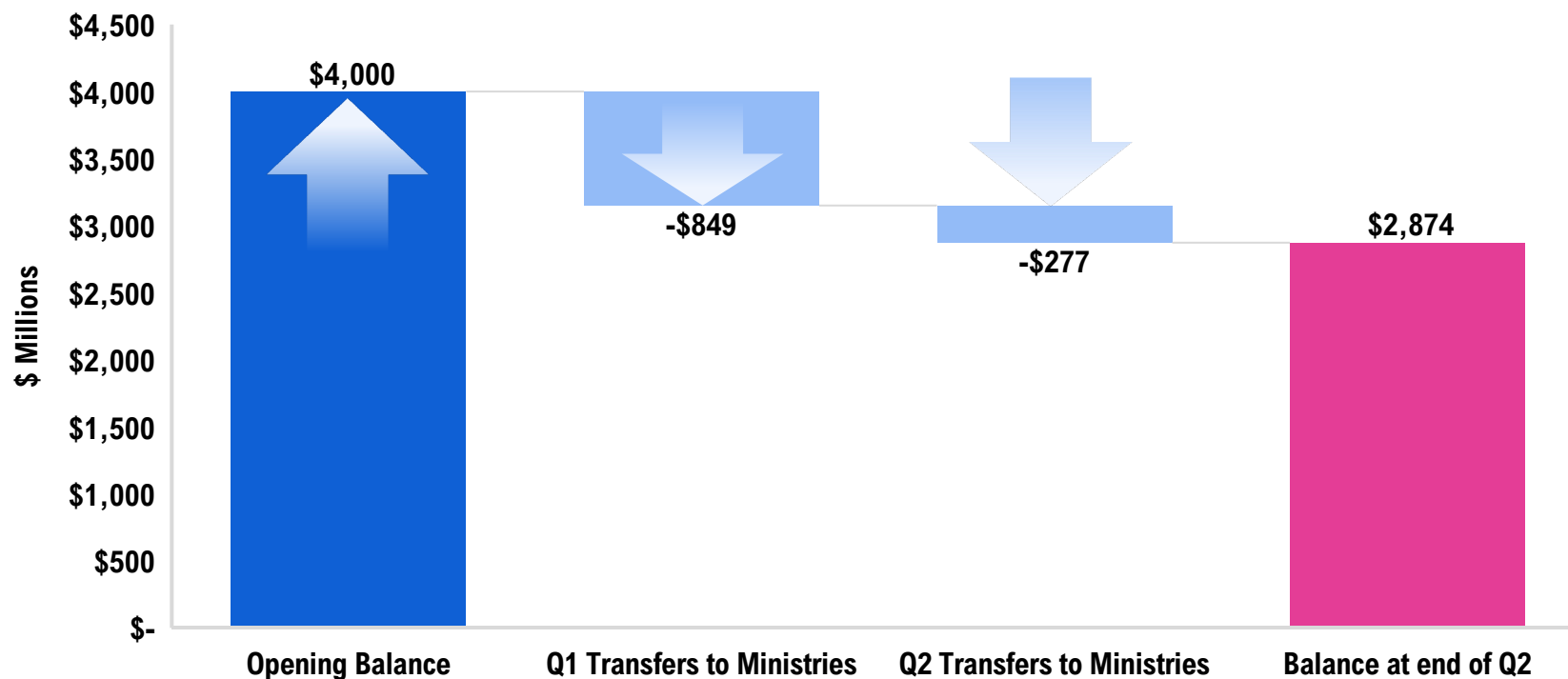
Key Programs with Year-Over-Year Spending Increases

- Metrolinx infrastructure projects (\$1,086 million)
- Operation of long-term care homes (\$586 million)
- School board operating grants (\$401 million)
- Payments to physicians (\$397 million)
- Child care (\$344 million)
- Ministry of Health drug programs (\$334 million)
- Ministry of Infrastructure, Infrastructure Policy, Planning and Projects (\$214 million)
- Supports to Individuals and Families (including Supportive Living, Supportive Services, Autism) (\$204 million)

Status of the Contingency Fund



Contingency Fund Balance was \$2.9 Billion as of the End of Q2



Source: FAO analysis of information provided by Treasury Board Secretariat.

- \$277 million in transfers from the Contingency Fund in the second quarter include:
 - Home Care, the National Housing Strategy Programs, Ontario Police College, Strategic Investments, Life Sciences Strategy, and the Ontario Arts Council.

Thank you!



FAO

FINANCIAL ACCOUNTABILITY
OFFICE OF ONTARIO

2 Bloor Street West, Suite 900
Toronto, Ontario, M4W 3E2
416.644.0702

info@fao-on.org

fao-on.org

