



Expenditure Monitor 2022-23: Q3

Briefing Deck

Purpose and Overview

- This report provides information on spending by the Province through the first three quarters of the 2022-23 fiscal year (April 1, 2022 to December 31, 2022).
- The information in this report is based on the FAO's analysis of transactions recorded in the Province's financial accounting system as of December 31, 2022.
- 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 fiscal year.



2022-23 Spending Plan



Changes to the 2022-23 Spending Plan

Sector	2022-23 Spending Plan	Q1 Changes	Q2 Changes	Q3 Changes	Total Changes	Revised 2022-23 Spending Plan
Health	75,643	-	-14	183	169	75,812
Education	34,748	-	371	3	374	35,122
Postsecondary Education	7,061	-	-	-	-	7,061
Children's and Social Services	18,562	-	1	146	147	18,709
Justice	5,781	-	2	42	44	5,824
Other Programs	33,658	-	13	1,137	1,150	34,808
Unallocated Funds:						
Contingency Fund	4,550	-	-373	-1,302	-1,674	2,876
Interest on Debt	12,988	-	-			12,988
Total	192,992	0	0	209	209	193,201

Note: Figures exclude planned spending on some assets and \$5.7 billion in additional planned spending by the broader public sector organizations controlled by the Province (hospitals, school boards and colleges), the Province's agencies and the legislative offices.

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



Key Spending Plan Changes in Q3

- Other Programs:
 - \$276 million increase for the Motor Vehicle Accident Claims Fund, due to an anticipated change to the Fund's accounting treatment.
 - \$245 million increase for Economic Development and Innovation, largely for auto sector subsidies.
 - \$235 million increase to support the City of Toronto's 2022 budget shortfall.
- Health: \$183 million increase for the operation of Long-Term Care Homes.
- Children's and Social Services: \$146 million increase for the Ontario Disability Support Program.

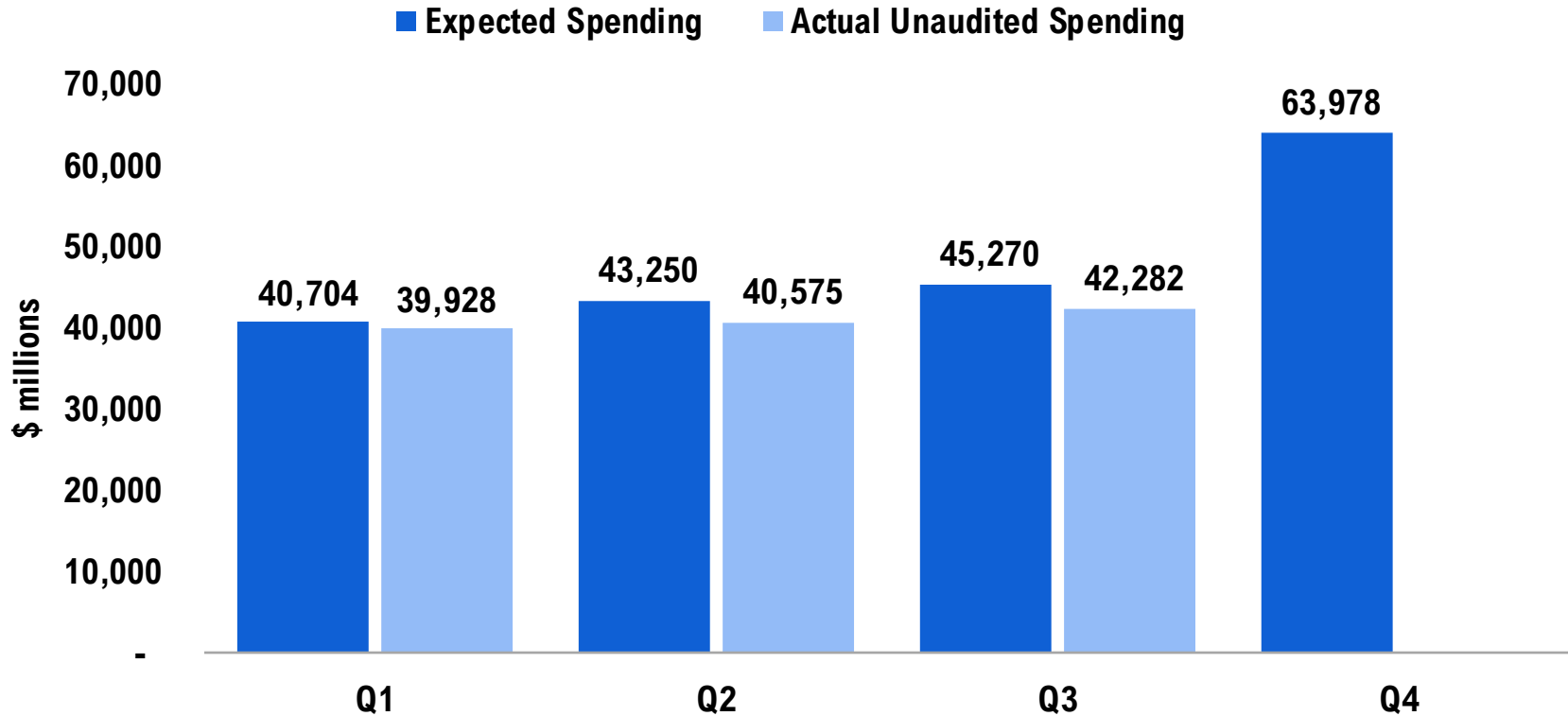


First, Second and Third Quarter Spending:

Actual Unaudited Spending vs. Expected 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 and colleges), the Province's agencies and the legislative offices. Expected fourth quarter spending is significantly higher than expected spending in each of the first three quarters due to year-end accrual adjustments.

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



Actual Spending was \$6.4 Billion Less than Expected

Sector	Revised 2022-23 Spending Plan	Expected Spending at end of Q3	Actual Spending at end of Q3	Actual vs. Expected at end of Q3	Actual vs. Expected (%)
Health	75,812	53,877	52,626	-1,251	-2.3%
Education	35,122	20,041	19,196	-844	-4.2%
Postsecondary Education	7,061	5,282	5,108	-175	-3.3%
Children's and Social Services	18,709	14,027	13,570	-458	-3.3%
Justice	5,824	4,070	3,982	-88	-2.2%
Other Programs	34,808	22,280	18,747	-3,534	-15.9%
Unallocated Funds:					
Contingency Fund	2,876	-	-	-	N/A
Interest on Debt	12,988	9,645	9,558	-87	-0.4%
Total	193,201	129,223	122,786	-6,437	-5.0%

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

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



Key Programs with Lower-than-Expected Spending

- Metrolinx and municipal infrastructure projects (-\$1,197 million)
- Electricity subsidy programs (-\$665 million)
- Ministry of Infrastructure capital programs (-\$644 million)
- Public health (-\$605 million)
- Metrolinx and municipal transit operating funding (-\$462 million)
- Social assistance programs (-\$453 million)
- Elementary and secondary education programs (-\$432 million)
- Child care programs (-\$396 million)



First, Second and Third Quarter Spending: 2022-23 Spending vs. 2021-22 Spending



2022-23 Spending up \$2.9 Billion vs. 2021-22

Sector	2022-23 Spending at end of Q3	2021-22 Spending at end of Q3	2022-23 vs. 2021-22	2022-23 vs. 2021-22 (%)
Health	52,626	51,507	1,119	2.2%
Education	19,196	18,344	852	4.6%
Postsecondary Education	5,108	4,943	165	3.3%
Children's and Social Services	13,570	12,833	737	5.7%
Justice	3,982	3,931	51	1.3%
Other Programs	18,747	19,565	-818	-4.2%
Interest on Debt	9,558	8,796	762	8.7%
Total	122,786	119,919	2,867	2.4%

Note: Figures exclude spending on some assets and additional spending by the broader public sector organizations controlled by the Province (hospitals, school boards and colleges), 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

- Child care (\$762 million increase)
- Interest on debt (\$762 million increase)
- Payments to physicians (\$518 million increase)
- Drug programs (\$422 million increase)
- The operation of hospitals (\$353 million increase)
- The operation of long-term care homes (\$342 million increase)



Status of Unallocated Funds



Contingency Fund Balance was \$2.9 billion as of the End of Q3

Contingency Fund Transfers & Balance	\$ millions
Opening Balance	4,550
Less: First Quarter Transfers	0
Less: Second Quarter Transfers	-373
Less: Third Quarter Transfers	-1,302
Balance as of December 31, 2022	2,876

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

- \$1.3 billion in transfers from the Contingency Fund during the third quarter includes funding:
 - for auto sector subsidies, to support the City of Toronto's 2022 budget shortfall, to extend the COVID-19 Worker Income Protection Benefit, to enhance the ODSP program, and for the operation of long-term care homes.



Thank you!



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