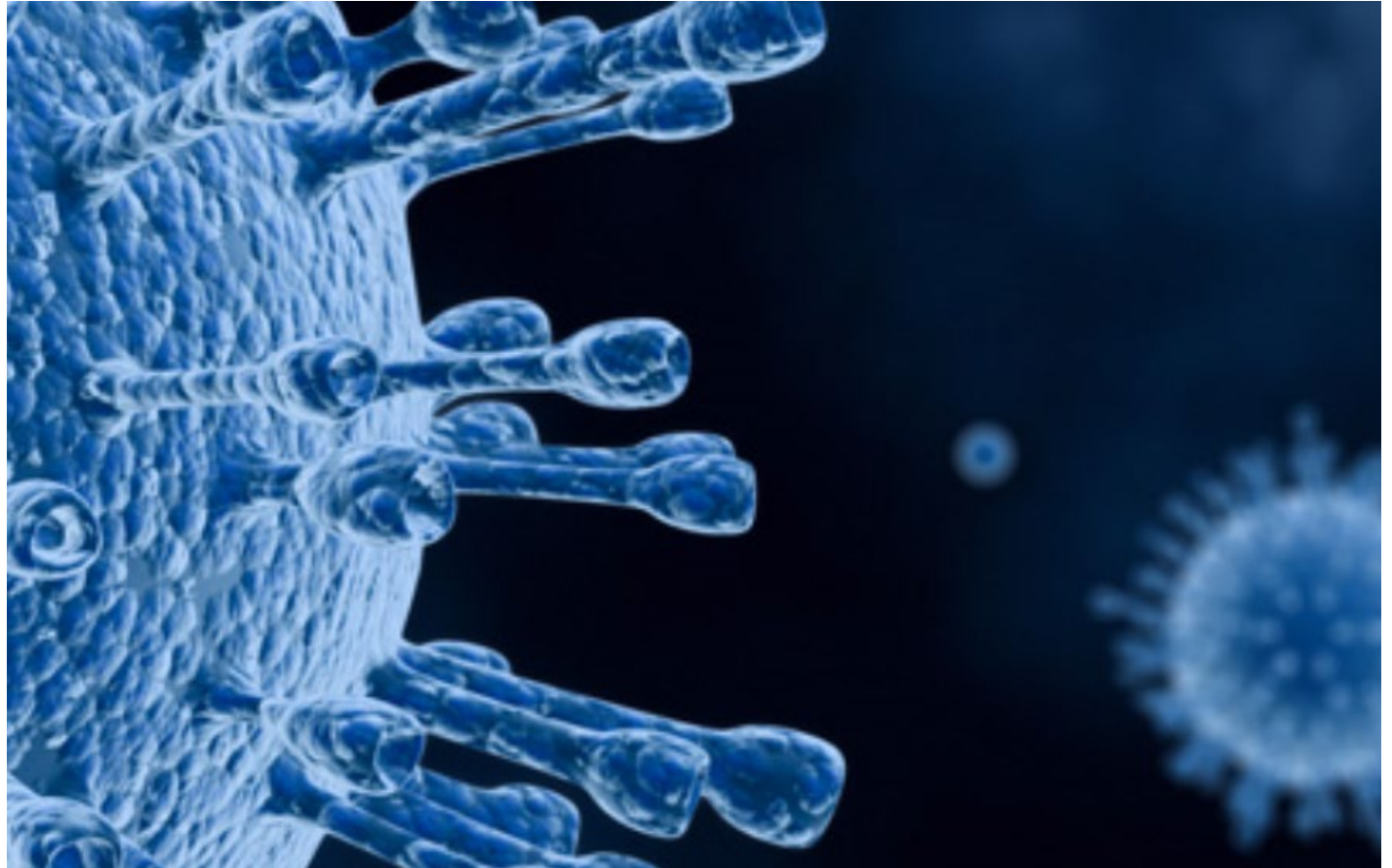
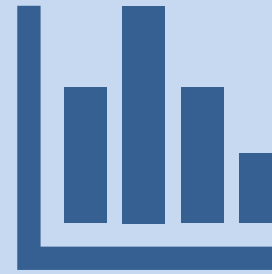

Update and Management of the Financial Impact of **COVID 19**

Presented to Council
May 14, 2020



Key Highlights

- Longest economic expansion on record Ends with the estimated onset of a recession
- Led by a loss of 20,000 jobs, Peel's average quarterly employment fell
- Labour market conditions are expected to deteriorate further
- Instructure stimulus funding required for Peel's economy

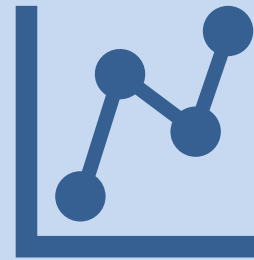


Entering Recession

Economic Impact

Key Highlights

- Province directed pause of non-essential services and construction work
- Lower revenues from DCs and investment earnings that support capital reserves
- Significant impacts to capital programs
- Increased pressure on cash flows and debt



(\$400 M) DC

Capital Cash Flow

Key Highlights

- Frontline services incurring more costs for PPE, cleaning and staffing
- Some loss in user fees from lower activity
- Community Response Table has allocated over \$1 million to agencies
- Council has responded with support for the community with property tax and water bill deferrals
- Decreased water consumption

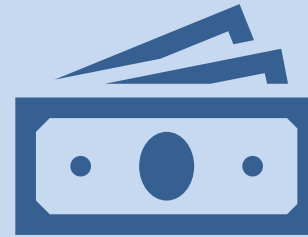


(\$47.1 M)

Forecasted Deficit

Key Highlights

- Some services have seen lower activity including TransHelp and Affordable Transit
- Temporary closures and pauses for PAMA and Adult Day Services
- Cessation of Employment Support programs e.g. Summer Job Challenge and Families First
- Redeployment of staff to support COVID
- Reduced discretionary spending
- Not filling vacancies for non-essential roles



\$13.0 M

Costs Avoided

Key Highlights

- Some new program specific funding announcements
- Reaching Home - \$5.85 million
- Social Services Relief Fund - \$6 million
- Long Term Care - \$187,500
- Paramedic Services and Public Health may get funding for incremental costs
- Housing funding also required



+\$12.0 M

External Funding

Summary of Impact

Managing Financial Impact



- Use rate stabilization reserves
- Continue to find ways to manage expenditures
- Special Taskforces have been put in place to manage financial risks;
 - Financial Taskforce
 - Capital/ Construction taskforce

- That the Regional Chair, on behalf of Regional Council, advocate to the federal and provincial government for additional funding to offset the substantial incremental costs and loss of revenue associated with the COVID pandemic;
- And further, that the Region's advocacy efforts include a request that the federal and provincial governments provide increased infrastructure funding to stimulate Peel's economic recovery and that an allocation model be implemented to distribute funds expeditiously.