



Date Nov. 2, 2011

City Council Committee Report

To: Mayor Canfield & Members of Council

Fr: Charlotte Edie

Re: Final Report on KPS Disbandment

Recommendation: That Council of the City of Kenora hereby receives the Final Report on KPS Disbandment as prepared by Charlotte Edie and Lisa Oakes.

Background: In 2009 the Council of the City of Kenora made the decision to choose the OPP model of policing over the hybrid or Kenora Police Service (KPS) policing models. This decision was primarily based on anticipated future savings. As part of that decision Council recognized that there would be significant costs relating to the disbandment. In 2011 the City of Kenora received confirmation from Ashwin Purohit of the Ontario Pension Board that all pension matters related to the KPS disbandment had been finalized and there were no further related costs. As a result the detailed breakdown of the disbandment costs is attached.

The spreadsheet entitled 'KPS Disbandment - Cost Analysis' includes the cost of policing on an annual basis for the years 2008 through 2010. The year 2009 has been broken down between KPS and OPP based on the date of the OPP takeover. Since the takeover occurred during the year the net expenditures were annualized so that the costs could be compared for 2009. This means that the actual costs incurred for part of the year were extrapolated to give an indication as to what the cost would have been for the entire year for each policing option. Annualizing the expenditures results in a \$1,817,754 estimated savings for 2009 for the OPP option.

The selection of the OPP as Kenora's only police force resulted in net disbandment costs of \$1,381,809. The gross costs incurred were \$2,078,509. These were offset by an Ontario Municipal Partnership Fund (OMPF) one time payout of \$696,700, a direct result of our increased policing costs in 2009 largely due to the costs of disbandment.

The time frame for the 'recovery' of the disbandment costs due to the savings under the OPP scenario is calculated by taking the disbandment costs over the annualized savings resulting in an approximate recovery time of just over 9 months.

Budget: N/A

Communication Plan/Notice By-law Requirements:

Resolution required.

Distribution: Kenora Police Services Board