



Town of Newmarket  
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## First Quarter 2026 Financial Update Information Report

Report Number: INFO-2026-15

Department(s): Financial Services

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In accordance with the Procedure By-law, any member of Council may make a request to the Town Clerk that this Report be placed on an upcoming Committee of the Whole agenda for discussion.

### Purpose

The purpose of the report is to:

- Provide a financial status update on the 2026 Budget for the first quarter ending March 31, 2026.

### Background

Council approved the 2026 budget on December 8, 2025. On April 20, 2026, Council approved Preliminary Fourth Quarter Financial Update which outlined changes to the 2026 capital program, increasing from the original approved budget of \$58.7 million to \$79.4 million. The revised 2026 budget comprised of the following:

<b>Components</b>	<b>\$ in millions</b>
Tax-supported operating budget	\$114.0
Rate-supported operating budgets	67.9
Capital Budget	79.4
<b>Total</b>	<b>\$261.3</b>

## **Discussion**

This report outlines the financial results on each component of the Town's budget for the first quarter ending March 31, 2026

### **Tax-Supported Operating Budget**

At the end of the first quarter, revenues were higher than budget by \$0.5 million, and expenditures were lower than budget by \$1.0 million resulting in a net favourable variance of \$1.5 million.

The favourable variance in revenues was mainly due to higher bank interest income and tax penalties and interest revenue.

Expenditures were favourable due to wage gapping from temporary staffing vacancies, and timing differences such as consulting and training.

### **Central York Fire Services (CYFS)**

CYFS incurred a net favourable variance of \$0.4 million mainly due to temporary vacancies and approved leave of absences. The first quarter results will be presented to the Joint Council Committee (JCC) on June 3, 2026.

### **Newmarket Public Library ("Library")**

The Library has a balanced budget in the first quarter of 2026. The Library presented its Q1 financial results to the Library Board on May 20, 2026.

### **Rate-Supported Operating Budget**

At the end of the first quarter, water and wastewater incurred a net favourable variance of \$0.4 million. This was mainly due to temporary staff vacancies, lower expenditures in the CCTV program, cathodic protection program and general maintenance & repairs due to timing. Expenditures in these programs are anticipated to be incurred throughout the year.

### **Stormwater**

Stormwater incurred a net favourable variance of \$0.2 million. This was mainly due to lower expenditures in the CCTV program due to timing. It is anticipated that expenditures in the program will incur throughout the year.

### **Capital Budget**

Capital expenditures of \$6.2 million were incurred at the end of the first quarter against the approved capital program of \$79.4 million. Capital expenditures usually start to pick up in the second quarter during construction season.

## **Consultation**

Business units were consulted on the financial results.

## **Conclusion**

This report provides a summary of the first quarter financial results on the tax-supported operating budget, rate-supported operating budgets and capital budget. Staff will continue to monitor the budgets and provide quarterly financial updates. Second Quarter Financial Update report will be tabled to Committee of the Whole (CoW) in September 2026.

## **Council Priority Association**

This report aligns with the following Council Priority: Community and Economic Vibrancy

## **Human Resource Considerations**

None

## **Budget Impact**

The first quarter financial result shows a \$1.5 million net favourable variance, driven by higher income (bank and tax), temporary vacancy savings and expenditure timing. Staff will monitor the budget and report second quarter financial results to CoW in September 2026.

## **Attachments**

Appendix 1 – 2026 First Quarter Operating Results.

Appendix 2 – 2026 First Quarter Water, Wastewater and Stormwater Operating Results

Appendix 3 – 2026 First Quarter Capital Expenditures

## **Approval for Distribution**

Andrea Tang, CPA, CA

Director, Financial Services/Treasurer, Financial Services

Esther Armchuk, LL.B

Commissioner, Corporate Services

## **Report Contact**

For more information on this report, contact [info@newmarket.ca](mailto:info@newmarket.ca).

**2026 First Quarter**  
**APPENDIX 1 - OPERATING RESULTS**

Departments	Year-to-Date to March 31, 2026			Full Year
	ACTUAL	BUDGET	VARIANCE	Budget
	\$	\$	\$	\$
<b>Members of Council</b>				
<i>Revenues</i>	-	-	-	-
<i>Expenditures</i>	230,377	245,929	15,552	955,283
<b>Net surplus/(deficit)</b>	<b>(230,377)</b>	<b>(245,929)</b>	<b>15,552</b>	<b>(955,283)</b>
<b>C.A.O. - Office</b>				
<i>Revenues</i>	288,137	300,591	(12,454)	1,175,605
<i>Expenditures</i>	1,404,219	1,685,288	281,069	5,268,770
<b>Net surplus/(deficit)</b>	<b>(1,116,083)</b>	<b>(1,384,697)</b>	<b>268,615</b>	<b>(4,093,164)</b>
<b>Corporate Services</b>				
<i>Revenues</i>	568,150	639,942	(71,792)	2,559,743
<i>Expenditures</i>	4,685,983	4,887,960	201,977	19,306,771
<b>Net surplus/(deficit)</b>	<b>(4,117,833)</b>	<b>(4,248,018)</b>	<b>130,185</b>	<b>(16,747,029)</b>
<b>Fire Services</b>				
<i>Revenues</i>	90,418	98,622	(8,204)	394,503
<i>Expenditures</i>	3,685,640	4,097,857	412,217	18,733,212
<b>Net surplus/(deficit)</b>	<b>(3,595,221)</b>	<b>(3,999,235)</b>	<b>404,014</b>	<b>(18,338,709)</b>
<b>Community Services</b>				
<i>Revenues</i>	2,740,911	2,691,588	49,323	11,465,197
<i>Expenditures</i>	8,932,158	9,009,568	77,410	35,559,714
<b>Net surplus/(deficit)</b>	<b>(6,191,246)</b>	<b>(6,317,980)</b>	<b>126,734</b>	<b>(24,094,517)</b>
<b>Development &amp; Infra. Services</b>				
<i>Revenues</i>	1,324,688	1,359,844	(35,156)	7,406,141
<i>Expenditures</i>	4,947,504	5,021,714	74,210	19,945,491
<b>Net surplus/(deficit)</b>	<b>(3,622,816)</b>	<b>(3,661,870)</b>	<b>39,054</b>	<b>(12,539,350)</b>
<b>Library Services</b>				
<i>Revenues</i>	61,474	18,840	42,634	149,084
<i>Expenditures</i>	1,021,226	1,047,722	26,496	4,066,854
<b>Net surplus/(deficit)</b>	<b>(959,751)</b>	<b>(1,028,882)</b>	<b>69,131</b>	<b>(3,917,770)</b>
<b>General Government</b>				
<i>Revenues</i>	1,535,708	1,040,915	494,793	4,837,661
<i>Expenditures</i>	2,557,552	2,535,532	(22,020)	8,966,729
<b>Net surplus/(deficit)</b>	<b>(1,021,844)</b>	<b>(1,494,617)</b>	<b>472,773</b>	<b>(4,129,068)</b>
<b>Debt Servicing</b>				
<i>Revenues</i>	196,522	196,522	-	786,087
<i>Expenditures</i>	935,430	935,430	-	2,573,367
<b>Net surplus/(deficit)</b>	<b>(738,908)</b>	<b>(738,908)</b>	<b>-</b>	<b>(1,787,280)</b>
<b>Property Taxes</b>				
<i>Revenues</i>	39,033,746	39,033,746	-	83,546,627
<i>Expenditures</i>	-	-	-	-
<b>Net surplus/(deficit)</b>	<b>39,033,746</b>	<b>39,033,746</b>	<b>-</b>	<b>83,546,627</b>
<b>Allocations</b>				
<i>Revenues</i>	-	-	-	-
<i>Expenditures</i>	(725,856)	(725,856)	-	(3,055,543)
<b>Net surplus/(deficit)</b>	<b>725,856</b>	<b>725,856</b>	<b>-</b>	<b>3,055,543</b>
<b>GRAND-TOTAL</b>				
<i>Revenues</i>	45,839,756	45,380,610	459,146	112,320,648
<i>Expenditures</i>	27,674,233	28,741,144	1,066,912	112,320,648
<b>Net surplus/(deficit)</b>	<b>18,165,523</b>	<b>16,639,466</b>	<b>1,526,057</b>	<b>-</b>

**Town of Newmarket  
2026 First Quarter**

**APPENDIX 2 - Water, Wastewater & Stormwater Operating Results**

Area	Year-to-date (March 31, 2026)				Full Year Budget
	Actual	Budget	Variance		
	\$	\$	\$	%	
<b>Water Rate Group</b>					
<i>Revenues</i>	5,559,191	5,592,502	(33,311)	-0.6%	23,746,540
<i>Internal Allocations</i>	345,827	345,827	-	0.0%	1,383,303
<i>Expenditures</i>	4,526,521	5,241,781	715,260	13.6%	21,950,101
<b>Net</b>	<b>686,843</b>	<b>4,894</b>	<b>681,949</b>		<b>413,136</b>
<b>Wastewater Rate Group</b>					
<i>Revenues</i>	6,532,776	6,539,142	(6,366)	-0.1%	27,778,957
<i>Internal Allocations</i>	317,745	317,745	-	0.0%	1,271,000
<i>Expenditures</i>	5,779,154	5,540,418	(238,737)	-4.3%	25,076,576
<b>Net</b>	<b>435,877</b>	<b>680,979</b>	<b>(245,103)</b>		<b>1,431,381</b>
<b>Storm Water Rate Group</b>					
<i>Revenues</i>	1,006,222	1,006,222	-	0.0%	10,332,758
<i>Internal Allocations</i>	58,485	58,485	-	0.0%	233,955
<i>Expenditures</i>	2,067,175	2,220,845	153,670	6.9%	9,592,711
<b>Net</b>	<b>(1,119,438)</b>	<b>(1,273,108)</b>	<b>153,670</b>		<b>506,092</b>
<b>GRAND-TOTAL</b>					
<i>Revenues</i>	13,098,189	13,137,866	(39,677)	-0.3%	61,858,255
<i>Expenditures</i>	13,094,908	13,725,101	630,193	4.6%	61,858,255
<b>Net</b>	<b>3,282</b>	<b>(587,235)</b>	<b>590,517</b>		<b>-</b>

# Town of Newmarket

## 2026 First Quarter

### APPENDIX 3 - CAPITAL EXPENDITURES

Commission / Department / Area	Actual 2026 (\$)	Annual Budget 2026 (\$)	% of Spending
<b><u>Corporate Services</u></b>			
Information Technology	666,997	6,915,416	9.6%
Asset Management	-	240,000	0.0%
General Government	-	940,000	0.0%
<b>Total</b>	<b>666,997</b>	<b>8,095,416</b>	<b>8.2%</b>
<b><u>Community Services</u></b>			
Facilities	355,442	6,599,000	5.4%
Parks	75,994	12,290,685	0.6%
<b>Total</b>	<b>431,436</b>	<b>18,889,685</b>	<b>2.3%</b>
<b><u>Development &amp; Infrastructure Services</u></b>			
Planning & Building	27,091	480,062	5.6%
Public Works (Fleet, Roads, Water, Wastewater)	468,424	9,742,674	4.8%
Engineering	4,046,648	36,570,594	11.1%
<b>Total</b>	<b>4,542,163</b>	<b>44,593,330</b>	<b>10.2%</b>
<b><u>Library Services</u></b>			
	-	326,866	0.0%
<b>Total</b>	<b>-</b>	<b>326,866</b>	<b>0.0%</b>
<b><u>Central York Fire Services</u></b>			
	586,807	7,498,000	7.8%
<b>Total</b>	<b>586,807</b>	<b>7,498,000</b>	<b>7.8%</b>
<b>GRAND TOTAL</b>	<b>6,227,403</b>	<b>79,403,297</b>	<b>7.8%</b>

#### **SUMMARY**

<b>Total Standard Program</b>	<b>2,069,197</b>	<b>62,920,402</b>	<b>3.3%</b>
<b>Total Major Projects</b>	<b>4,390,016</b>	<b>38,602,200</b>	<b>11.4%</b>
<b>Total</b>	<b>6,227,403</b>	<b>79,403,297</b>	<b>7.8%</b>