

MINISTRY OF REVENUE

The Ontario Ministry of Revenue administers Ontario tax statutes, tax incentive programs and benefit programs. Revenues collected through tax and non-tax programs provide the fiscal foundation on which many of the government's programs are based, while various tax credit and benefit programs help support a strong social, economic and investment climate. The province encourages compliance through taxpayer information services and independent objections review, while discouraging non-compliance, tax evasion and participation in the underground economy through collections activities, audits, inspections and investigations. The fairness of tax incentive and benefit programs is protected through validation reviews and audits. The Ministry is also responsible for the wind down of the retail sales tax program.

MINISTRY PROGRAM SUMMARY

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VOTE PROGRAM	Estimates 2011-12	Estimates 2010-11	Difference Between 2011-12 and 2010-11	Actual 2009-10
OPERATING EXPENSE				
3201 Tax Revenue	2,289,985,400	4,064,312,600	(1,774,327,200)	687,406,339
TOTAL OPERATING EXPENSE TO BE VOTED	2,289,985,400	4,064,312,600	(1,774,327,200)	687,406,339
Statutory Appropriations	41,964,014	136,830,187	(94,866,173)	440,857,692
Ministry Total Operating Expense	2,331,949,414	4,201,142,787	(1,869,193,373)	1,128,264,031
OPERATING ASSETS				
3201 Tax Revenue	3,801,000	3,225,000	576,000	3,870,030
TOTAL OPERATING ASSETS TO BE VOTED	3,801,000	3,225,000	576,000	3,870,030
Statutory Appropriations	30,500,000	31,000,000	(500,000)	29,497,198
Ministry Total Operating Assets	34,301,000	34,225,000	76,000	33,367,228

MINISTRY PROGRAM SUMMARY

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VOTE PROGRAM	Estimates 2011-12	Estimates 2010-11	Difference Between 2011-12 and 2010-11	Actual 2009-10
CAPITAL EXPENSE				
3201 Tax Revenue	1,000	1,000	-	-
TOTAL CAPITAL EXPENSE TO BE VOTED	1,000	1,000	-	-
Statutory Appropriations	3,036,700	2,628,600	408,100	-
Ministry Total Capital Expense	3,037,700	2,629,600	408,100	-
CAPITAL ASSETS				
3201 Tax Revenue	2,318,800	9,075,000	(6,756,200)	21,715,748
TOTAL CAPITAL ASSETS TO BE VOTED	2,318,800	9,075,000	(6,756,200)	21,715,748
Ministry Total Capital Assets	2,318,800	9,075,000	(6,756,200)	21,715,748
Ministry Total Operating and Capital Including Consolidation and Other Adjustments (not including Assets)	2,334,987,114	4,203,772,387	(1,868,785,273)	1,128,264,031

TAX REVENUE - VOTE 3201

The Ontario Ministry of Revenue is responsible for the administration of Ontario tax, incentive and benefit statutes. The Ministry administers such statutes as the *Retail Sales Tax Act*, *Fuel Tax Act*, *Gasoline Tax Act*, *Tobacco Tax Act*, *Employer Health Tax Act*, *Land Transfer Tax Act*, and *Mining Tax Act*. Tax incentive and benefit programs administered by the Ministry of Revenue include the Guaranteed Annual Income System, Ontario Child Care Supplement for Working Families and Small Beer Manufacturers' Tax Credit.

VOTE SUMMARY

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ITEM #	ITEM	Estimates 2011-12	Estimates 2010-11	Difference Between 2011-12 and 2010-11	Actual 2009-10
OPERATING EXPENSE					
5	Ministry Administration	46,509,100	46,727,000	(217,900)	51,137,130
6	Operations	250,812,100	611,608,500	(360,796,400)	311,296,632
7	Tax Administration Policy & Partnerships	1,839,311,000	3,225,868,300	(1,386,557,300)	183,881,289
8	Compliance Programs	153,353,200	176,925,300	(23,572,100)	138,199,059
-	Modernizing Ontario Systems for Tax Administration	-	3,183,500	(3,183,500)	2,892,229
TOTAL OPERATING EXPENSE TO BE VOTED		2,289,985,400	4,064,312,600	(1,774,327,200)	687,406,339
S	Minister's Salary, the <i>Executive Council Act</i>	47,841	47,841	-	37,934
S	Parliamentary Assistant's Salary, the <i>Executive Council Act</i>	16,173	32,346	(16,173)	19,759
S	Bad Debt Expense, the <i>Financial Administration Act</i>	41,900,000	136,750,000	(94,850,000)	440,799,999
Total Statutory Appropriations		41,964,014	136,830,187	(94,866,173)	440,857,692
Total Operating Expense		2,331,949,414	4,201,142,787	(1,869,193,373)	1,128,264,031

VOTE SUMMARY
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ITEM #	ITEM	Estimates 2011-12	Estimates 2010-11	Difference Between 2011-12 and 2010-11	Actual 2009-10
OPERATING ASSETS					
2	Assets	3,801,000	3,225,000	576,000	3,870,030
TOTAL OPERATING ASSETS TO BE VOTED		3,801,000	3,225,000	576,000	3,870,030
S	Advances, the <i>Education Act</i>	22,000,000	21,000,000	1,000,000	21,864,982
S	Advances, the <i>Northern Services Boards Act</i>	5,000,000	4,000,000	1,000,000	4,570,563
S	Advances, the <i>Local Roads Boards Act</i>	3,500,000	6,000,000	(2,500,000)	3,061,653
Total Statutory Appropriations		30,500,000	31,000,000	(500,000)	29,497,198
Total Operating Assets		34,301,000	34,225,000	76,000	33,367,228
CAPITAL EXPENSE					
4	Tax Revenue	1,000	1,000	-	-
TOTAL CAPITAL EXPENSE TO BE VOTED		1,000	1,000	-	-
S	Amortization, the <i>Financial Administration Act</i>	3,036,700	2,628,600	408,100	-
Total Statutory Appropriations		3,036,700	2,628,600	408,100	-
Total Capital Expense		3,037,700	2,629,600	408,100	-
CAPITAL ASSETS					
3	Tax Revenue	2,318,800	9,075,000	(6,756,200)	21,715,748
TOTAL CAPITAL ASSETS TO BE VOTED		2,318,800	9,075,000	(6,756,200)	21,715,748
Total Capital Assets		2,318,800	9,075,000	(6,756,200)	21,715,748

TAX REVENUE - VOTE 3201, cont'd

STANDARD ACCOUNTS CLASSIFICATION

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VOTE - ITEM #	STANDARD ACCOUNT BY ITEM AND SUB-ITEMS		
OPERATING EXPENSE			
3201-5	Ministry Administration		
	Salaries and wages		20,326,100
	Employee benefits		2,529,100
	Transportation and communication		2,347,000
	Services		32,089,200
	Supplies and equipment		1,222,000
	Subtotal		58,513,400
	Less: Recoveries		12,004,300
	Total Operating Expense to be Voted		46,509,100
<i>Sub-Items:</i>			
<i>Main Office</i>			
	Salaries and wages	1,578,900	
	Employee benefits	182,900	
	Transportation and communication	47,700	
	Services	158,700	
	Supplies and equipment	44,200	2,012,400
<i>Strategic Communications</i>			
	Salaries and wages	1,256,100	
	Employee benefits	186,600	
	Transportation and communication	22,600	
	Services	3,800	
	Supplies and equipment	8,700	1,477,800
<i>Information Systems</i>			
	Salaries and wages	17,491,100	
	Employee benefits	2,159,600	
	Transportation and communication	2,276,700	
	Services	31,926,700	
	Supplies and equipment	1,169,100	
	Subtotal	55,023,200	
	Less: Recoveries	12,004,300	43,018,900
	Total Operating Expense to be Voted		46,509,100

TAX REVENUE - VOTE 3201, cont'd

STANDARD ACCOUNTS CLASSIFICATION, cont'd

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VOTE -
ITEM # STANDARD ACCOUNT BY ITEM AND SUB-ITEMS

OPERATING EXPENSE**Statutory Appropriations**

S	Minister's Salary, the <i>Executive Council Act</i>		47,841
S	Parliamentary Assistant's Salary, the <i>Executive Council Act</i>		16,173
	Other transactions		
S	Bad Debt Expense, the <i>Financial Administration Act</i>		41,900,000
3201-6	Operations		
	Salaries and wages		61,805,900
	Employee benefits		9,810,400
	Transportation and communication		1,726,500
	Services		59,557,400
	Supplies and equipment		1,035,900
	Transfer payments		
	Guaranteed Annual Income System	107,819,700	
	Child Care Supplement for Working Families	6,860,000	
	Small Business Transition Support	1,000	
	Small Beer Manufacturers' Tax Credit	4,900,000	119,580,700
	Subtotal		253,516,800
	Less: Recoveries		2,704,700
	Total Operating Expense to be Voted		250,812,100

TAX REVENUE - VOTE 3201, cont'd

STANDARD ACCOUNTS CLASSIFICATION, cont'd

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VOTE - ITEM #	STANDARD ACCOUNT BY ITEM AND SUB-ITEMS	
OPERATING EXPENSE		
<i>Sub-Items:</i>		
<i>Operations</i>		
Salaries and wages		54,445,800
Employee benefits		8,759,200
Transportation and communication		1,110,200
Services		57,623,000
Supplies and equipment		514,700
Transfer payments		
Guaranteed Annual Income System	107,819,700	
Child Care Supplement for Working Families	6,860,000	
Small Business Transition Support	1,000	
Small Beer Manufacturers' Tax Credit	4,900,000	119,580,700
Subtotal		242,033,600
Less: Recoveries		777,700
		241,255,900
<i>Records and Operations Customer Service Branch</i>		
Salaries and wages		7,360,100
Employee benefits		1,051,200
Transportation and communication		616,300
Services		1,934,400
Supplies and equipment		521,200
Subtotal		11,483,200
Less: Recoveries		1,927,000
		9,556,200
Total Operating Expense to be Voted		250,812,100

TAX REVENUE - VOTE 3201, cont'd

STANDARD ACCOUNTS CLASSIFICATION, cont'd

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VOTE - ITEM #	STANDARD ACCOUNT BY ITEM AND SUB-ITEMS		
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OPERATING EXPENSE

3201-7 Tax Administration Policy & Partnerships

Salaries and wages		23,201,200
Employee benefits		2,808,300
Transportation and communication		538,400
Services		74,362,100
Supplies and equipment		237,100
Transfer payments		
Ontario Senior Homeowners' Property Tax Grant	269,188,100	
Sales Tax Transition Benefit	1,440,600,000	
Northern Ontario Energy Credit	29,400,000	
Ontario Energy and Property Tax Credit ¹	1,000	1,739,189,100

Subtotal		1,840,336,200
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Less: Recoveries		1,025,200
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Total Operating Expense to be Voted		1,839,311,000
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3201-8 Compliance Programs

Salaries and wages		76,702,000
Employee benefits		12,362,000
Transportation and communication		4,491,200
Services		59,236,200
Supplies and equipment		560,800
Transfer payments		
Tax Programs Initiatives		1,000

Total Operating Expense to be Voted		153,353,200
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Total Operating Expense for Tax Revenue		2,331,949,414
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¹ Subject to the proposed repeal of section 104.41 of the Taxation Act. If the repeal is not enacted, the Ministry will update the requirements of the program under this transfer payment.

TAX REVENUE - VOTE 3201, cont'd

STANDARD ACCOUNTS CLASSIFICATION, cont'd

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VOTE - ITEM #	STANDARD ACCOUNT BY ITEM AND SUB-ITEMS		
OPERATING ASSETS			
3201-2	Assets		
	Deposits and prepaid expenses		
	Child Care Supplement for Working Families		500,000
	Advances and recoverable amounts		
	Child Care Supplement for Working Families	2,500,000	
	Guaranteed Annual Income System	300,000	
	Transitional Northern Ontario Energy Credit	500,000	
	Small Business Transition Support	1,000	3,301,000
	Total Operating Assets to be Voted		3,801,000
Statutory Appropriations			
	Advances and recoverable amounts		
S	Advances, the <i>Education Act</i>		22,000,000
S	Advances, the <i>Northern Services Boards Act</i>		5,000,000
S	Advances, the <i>Local Roads Boards Act</i>		3,500,000
	Total Operating Assets for Tax Revenue		34,301,000
CAPITAL EXPENSE			
3201-4	Tax Revenue		
	Other transactions		1,000
	Total Capital Expense to be Voted		1,000
Statutory Appropriations			
	Other transactions		
S	Amortization, the <i>Financial Administration Act</i>		3,036,700
	Total Capital Expense for Tax Revenue		3,037,700

TAX REVENUE - VOTE 3201, cont'd

STANDARD ACCOUNTS CLASSIFICATION, cont'd

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VOTE - ITEM #	STANDARD ACCOUNT BY ITEM AND SUB-ITEMS	
	CAPITAL ASSETS	
3201-3	Tax Revenue	
	Land and marine fleet	1,357,000
	Business application software - asset costs	961,800
	Total Capital Assets to be Voted	2,318,800
	Total Capital Assets for Tax Revenue	2,318,800

RECONCILIATION TO PREVIOUSLY PUBLISHED DATA

OPERATING EXPENSE	Estimates 2010-11 \$	Actual 2009-10 \$
Total Operating Expense previously published*	4,201,142,787	1,070,575,299
Government Reorganization		
Transfer of functions from other Ministries	-	57,688,732
Restated Total Operating Expense	4,201,142,787	1,128,264,031

*Total Operating Expense includes Statutory Appropriations, Special Warrants and total operating expense to be voted.

CAPITAL ASSETS	Estimates 2010-11 \$	Actual 2009-10 \$
Total Capital Assets previously published*	9,075,000	15,118,060
Government Reorganization		
Transfer of functions from other Ministries	-	6,597,688
Restated Total Capital Assets	9,075,000	21,715,748

*Total Capital Assets includes Statutory Appropriations, Special Warrants and total capital assets to be voted.