



2023 Final Budget Presentation



AGENDA

- Summary of Provisional Budget
- Summary of Final Budget
- Summary of Water and Sewer Budget
- Operating Budget
 - Budget Comparison
 - Revenue and Expense Sources
- Property Taxes
- Capital Budget

Summary of Provisional Budget

| 2023 Provisional Budget | 2022 Final Budget | 2023-2022 Budget Variance | % of Budget Increase/Decrease |
|-------------------------|-------------------|---------------------------|-------------------------------|
| 12,868,748 | 12,463,400 | 405,348 | 3.3% |

Revenue

- ❖ Property tax revenue increase of \$328,026
 - ❖ \$103,041 Capital Renewal Levy transferred directly to reserve
 - ❖ \$143,985 operational costs
 - ❖ \$81,000 additional tax revenue due to new construction – operational costs
- ❖ \$77,322 in additional grant funding compared to 2022
- ❖ Allocated \$214,733 from the Financial Stability Reserve to help offset the lost tax revenue from an industrial property closure allowance in 2022

Expenses

- ❖ \$103,041 increase for capital renewal levy transferred directly to reserve
- ❖ Increase in investment interest transferred to reserves
- ❖ Increase cost in consumables and premium rates due to inflation

Summary of Final Budget

| 2023 Final Budget | 2023 Provisional Budget | Budget Variance | % of Budget Increase/Decrease |
|-------------------|-------------------------|-----------------|-------------------------------|
| 14,698,650 | 12,868,748 | 1,829,902 | 14.2% |

Revenue

- ❖ Property tax revenue increase of \$33,437
 - ❖ Class 1- Residential revenue increased from 6% to 8%
- ❖ \$1,791,170 received in additional grant, grant in lieu and franchise fee funding
- ❖ \$29,878 reflects 7% bylaw rate increase for residential and commercial garbage
- ❖ \$36,211 increase for depreciation
- ❖ Reduction of \$60,795 from surplus and financial stability reserve funding

Expenses

- ❖ \$60,772 increase for department operating expenses
- ❖ \$1,732,918 increase for transfers to reserves
- ❖ \$36,211 increase for depreciation

Summary of Water and Sewer Budget

| 2023 Final Budget | 2023 Provisional Budget | Budget Variance | % of Budget Increase/Decrease |
|-------------------|-------------------------|-----------------|-------------------------------|
| 1,461,900 | 1,410,900 | 51,000 | 3.5% |

Revenue

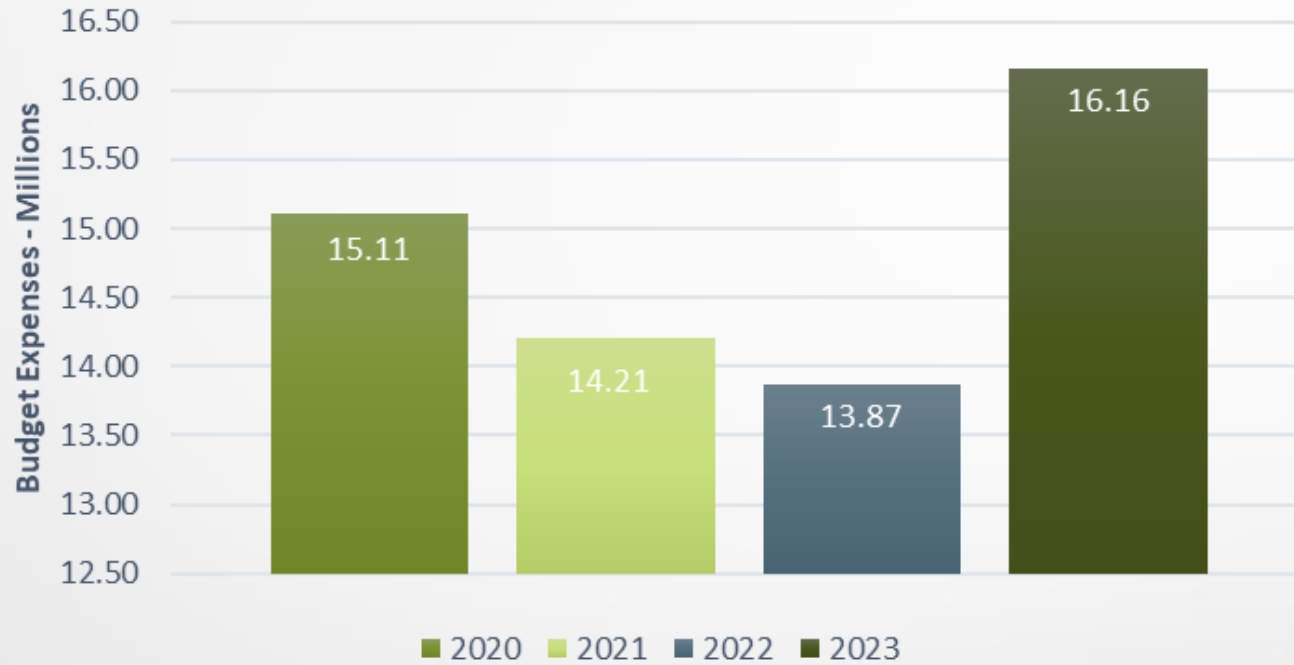
- ❖ Utility billing rate increase of 7%
 - ❖ Water - \$38,956
 - ❖ Sewer - \$30,981
- ❖ \$11,000 increase for sales of service
- ❖ Reduction of \$10,002 for other revenue
- ❖ Reduction of \$19,935 for depreciation

Expenses

- ❖ \$18,005 increase for operating expenses
- ❖ \$52,930 increase for transfers to reserves
- ❖ Reduction of \$19,935 for depreciation

Budget Comparison 2020-2023

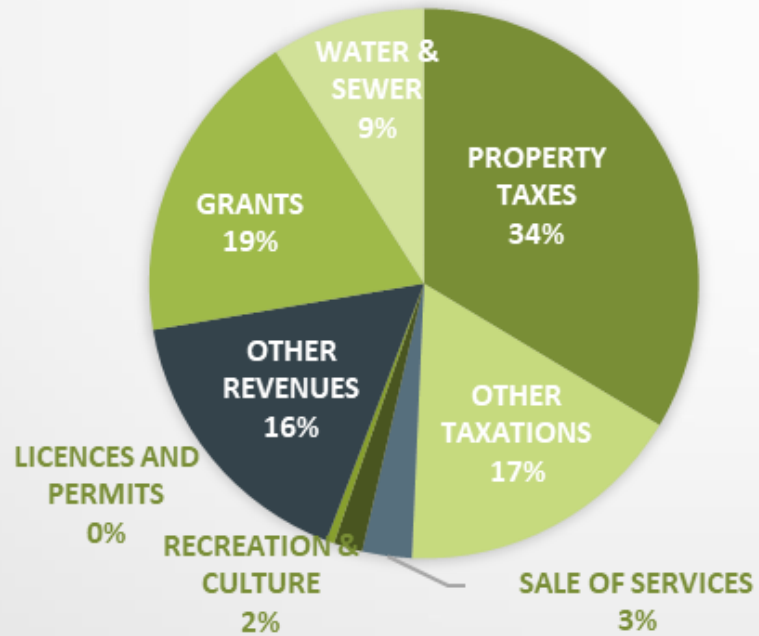
Annual General Operating Budget



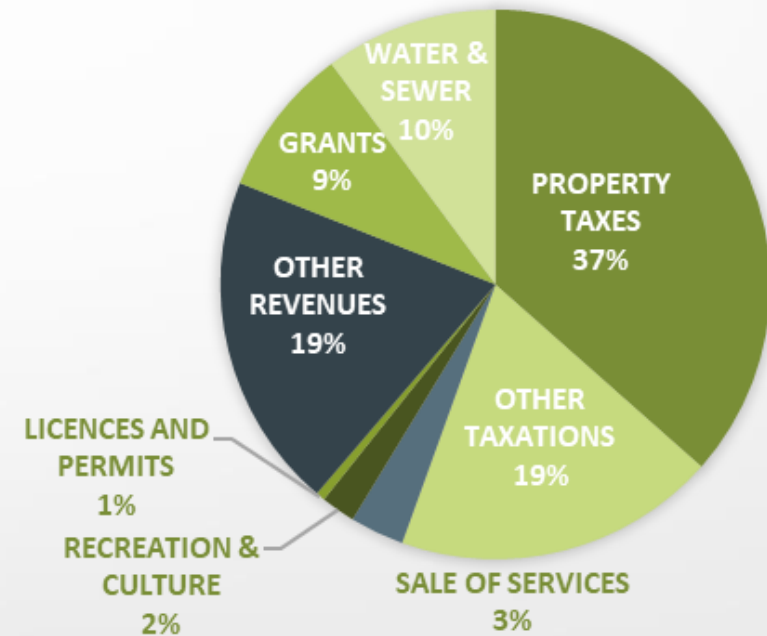
❖ 2023 budget includes one-time growing communities grant of \$1.7M

2023 vs 2022 REVENUE SOURCES

2023 FINAL BUDGET



2022 FINAL BUDGET

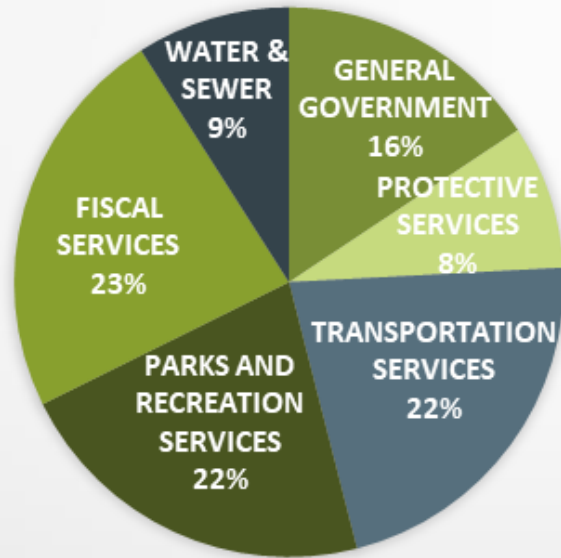


Departments

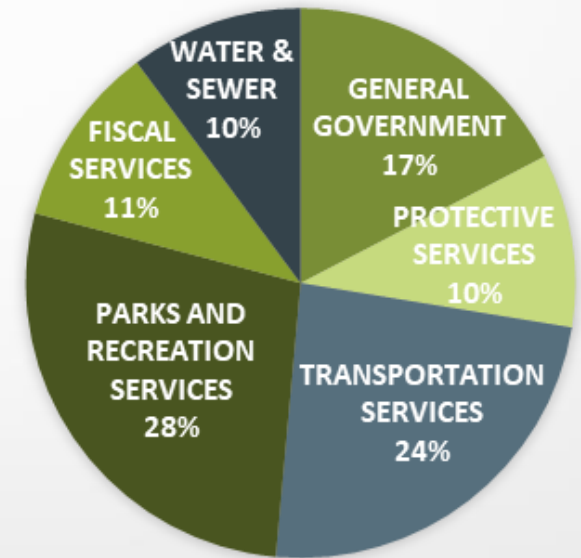
| Department | Description |
|-------------------------------|--|
| General Government | Council, Corporate Administration, Finance, Common Services, Economic Development and Community Grants |
| Protective Services | Fire Department, Building Inspections, Bylaw Services, Emergency Management, Justice Building and Victim Services Program |
| Transportation Services | Administration, Streets, Traffic and Street Lighting, Municipal Airport, Solid Waste Collection, Cemetery, Beaches and Parks |
| Parks and Recreation Services | Playgrounds, John Dahl Park, Little Mac Ski Hill, Recreation Centre and Ernie Bodin Community Centre |
| Fiscal Services | General fiscal expenses, transfer to reserves and other funds |
| Water & Sewer | Expenses related to the operation of water and sewer systems |

2023 vs 2022 EXPENSES BY DEPARTMENT

2023 FINAL BUDGET



2022 FINAL BUDGET



2023 Property Tax Revenue/Rate Variances

Final Property Taxes

| Class | Assessed Value | Revenue | Tax Rate |
|-------------------------------------|--------------------|------------------|----------|
| 1- Residential | 260,257,000 | 1,839,890 | 7.0695 |
| 2- Utilities | 22,351,035 | 873,474 | 39.0798 |
| 4 - Major Industry | 38,248,800 | 1,889,461 | 49.3992 |
| 5 - Light Industry | 11,175,100 | 272,222 | 24.3597 |
| 6 - Business & Other | 62,973,650 | 556,716 | 8.8405 |
| 8 - Recreation Property, Non Profit | 34,500 | 196 | 5.6923 |
| | 395,040,085 | 5,431,959 | |

Provisional Property Taxes

| Class | Assessed Value | Revenue | Tax Rate |
|-------------------------------------|--------------------|------------------|----------|
| 1- Residential | 260,666,100 | 1,806,453 | 6.9301 |
| 2- Utilities | 22,315,035 | 873,474 | 39.0798 |
| 4 - Major Industry | 38,248,800 | 1,889,461 | 49.3992 |
| 5 - Light Industry | 11,175,100 | 272,222 | 24.3597 |
| 6 - Business & Other | 62,973,650 | 556,716 | 8.8405 |
| 8 - Recreation Property, Non Profit | 34,500 | 196 | 5.6923 |
| | 395,413,185 | 5,398,522 | |

| | | | |
|----------|-----------|--------|--|
| Variance | (373,100) | 33,437 | |
|----------|-----------|--------|--|

Property Tax Comparison 2023-2022

2023 Final Property Taxes

| Class | Assessed Value | Revenue | Tax Rate |
|-------------------------------------|--------------------|------------------|----------|
| 1- Residential | 260,257,000 | 1,839,890 | 7.0695 |
| 2- Utilities | 22,351,035 | 873,474 | 39.0798 |
| 4 - Major Industry | 38,248,800 | 1,889,461 | 49.3992 |
| 5 - Light Industry | 11,175,100 | 272,222 | 24.3597 |
| 6 - Business & Other | 62,973,650 | 556,716 | 8.8405 |
| 8 - Recreation Property, Non Profit | 34,500 | 196 | 5.6923 |
| | 395,040,085 | 5,431,959 | |

2022 Final Property Taxes

| Class | Assessed Value | Revenue | Tax Rate |
|-------------------------------------|--------------------|------------------|----------|
| 1- Residential | 250,023,400 | 1,701,563 | 6.8056 |
| 2- Utilities | 21,691,650 | 856,348 | 39.4782 |
| 4 - Major Industry | 37,389,900 | 1,808,097 | 48.3579 |
| 5 - Light Industry | 10,726,000 | 258,030 | 24.0565 |
| 6 - Business & Other | 51,301,550 | 444,234 | 8.6593 |
| 8 - Recreation Property, Non Profit | 32,300 | 185 | 5.7359 |
| | 371,164,800 | 5,068,457 | |

| | | | |
|----------|------------|---------|--|
| Variance | 23,875,285 | 363,502 | |
|----------|------------|---------|--|

Property Taxes and Utility Charges

- ❖ Overall property tax revenue increase of 7.17% or \$363,502 compared to 2022
- ❖ Water, Sewer and Garbage bylaw rates increased by 7%
 - ❖ residential and commercial customers

Impact on the average assessed single-family residence (\$157,126)

| | 2023 | 2022 | Increase |
|--------------|-------------------|-------------------|-----------------|
| Property Tax | \$1,110.80 | \$1,028.50 | \$82.30 |
| Water | \$408.13 | \$381.43 | \$26.70 |
| Sewer | \$266.55 | \$249.11 | \$17.44 |
| Garbage* | \$187.56 | \$175.32 | \$12.24 |
| Total | \$1,973.04 | \$1,834.36 | \$138.68 |

*weekly garbage service

Approximate increase of \$11.56/month

Capital Projects

| 2023 Final Budget | 2023 Provisional Budget | Budget Variance | % of Budget Increase/Decrease |
|-------------------|-------------------------|-----------------|-------------------------------|
| 6,386,770 | 6,442,770 | (56,000) | (.01)% |

Total cost of projects: \$6,386,770

- ❖ \$5,241,929 to be funded by reserves
- ❖ \$1,144,841 to be funded by grants and other funding sources
- ❖ Variance from Provisional Capital Budget (\$56,000)
 - ❖ Gantahaz Pipe & Meter Replacement project not moving forward
 - ❖ Pipes are not required to be replaced at this time
 - ❖ New flow meter is under the \$10,000 capital threshold
 - ❖ Included under operational expenses



Questions