

Municipality of Port Hope

2017 Operating & Capital Draft Budget

Finance Department

February 7, 2017 (Revised – February 9)



Note: The slides in this presentation have been subsequently amended to reflect the additional \$100,000 funding for the Fire Station #1 renovations which were approved at the February 7, 2017 Council meeting, consisting of \$60,000 from reserve and \$40,000 increase to levy requirement, in order to be an accurate resource for understanding the approved budget.

2017 Budget Process

- Significant Budget Impacts identified by Staff
- Budget Plan reviewed by Budget Committee at their September 2016 meeting
- Departments prepare and submit budgets
- Directors review and establish proposed budget
- 2 Day Budget Committee meeting to review, provide direction and complete budget
 - Advertised on the website and local papers
 - Meetings open to public
 - Agendas posted on website
 - Public comments encouraged
- Council approval anticipated on February 7, 2017



Community Strategic Plan

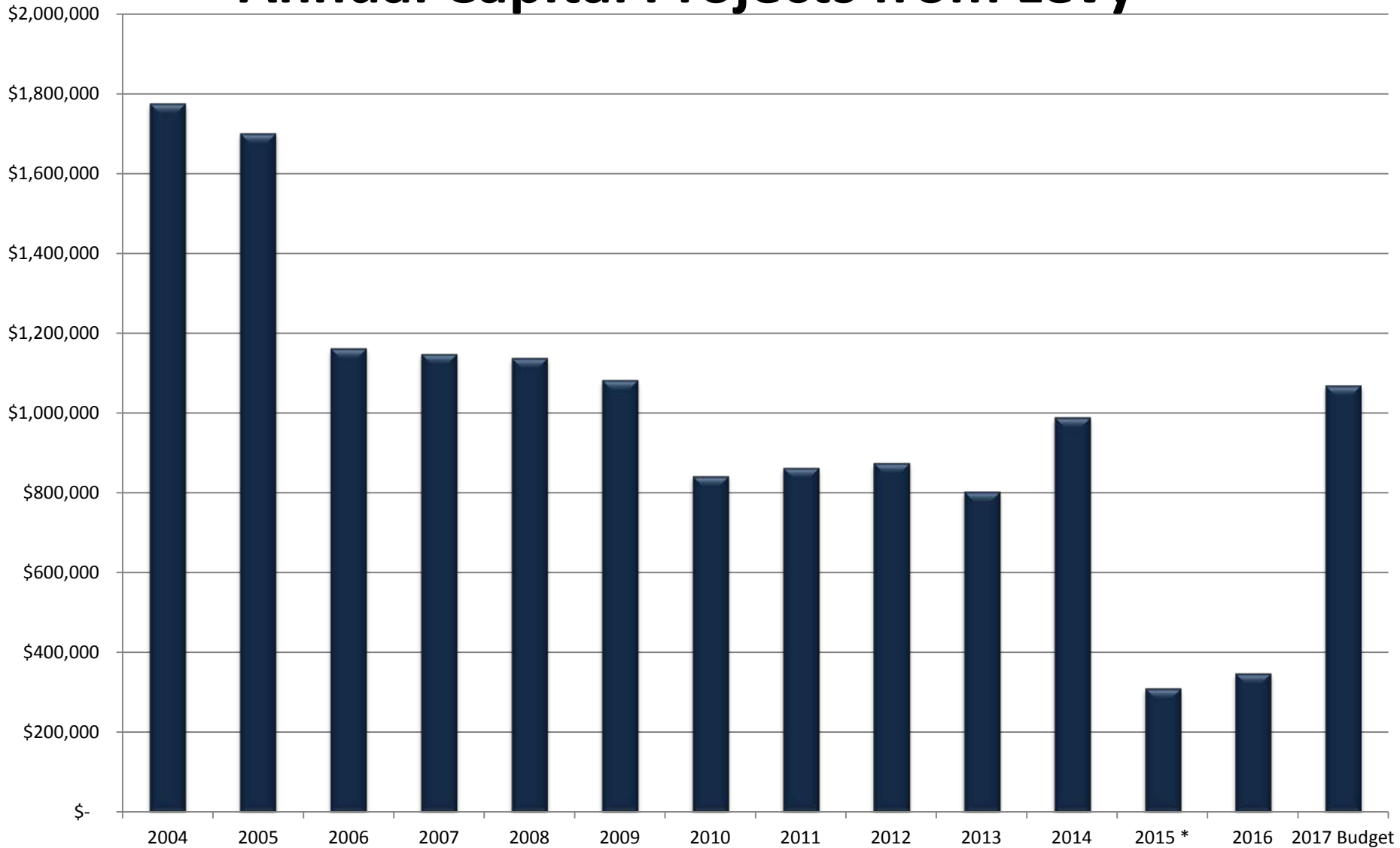
Included in Budget for Implementation

- Increasing Capital Funding
 - \$500,000 2017 Plan
 - \$302,000 2016 Catch-up
- \$200,000 for Riverside Trails
- \$7,000 Centre of Excellence - Composter

Over \$1 Million Dollars Total

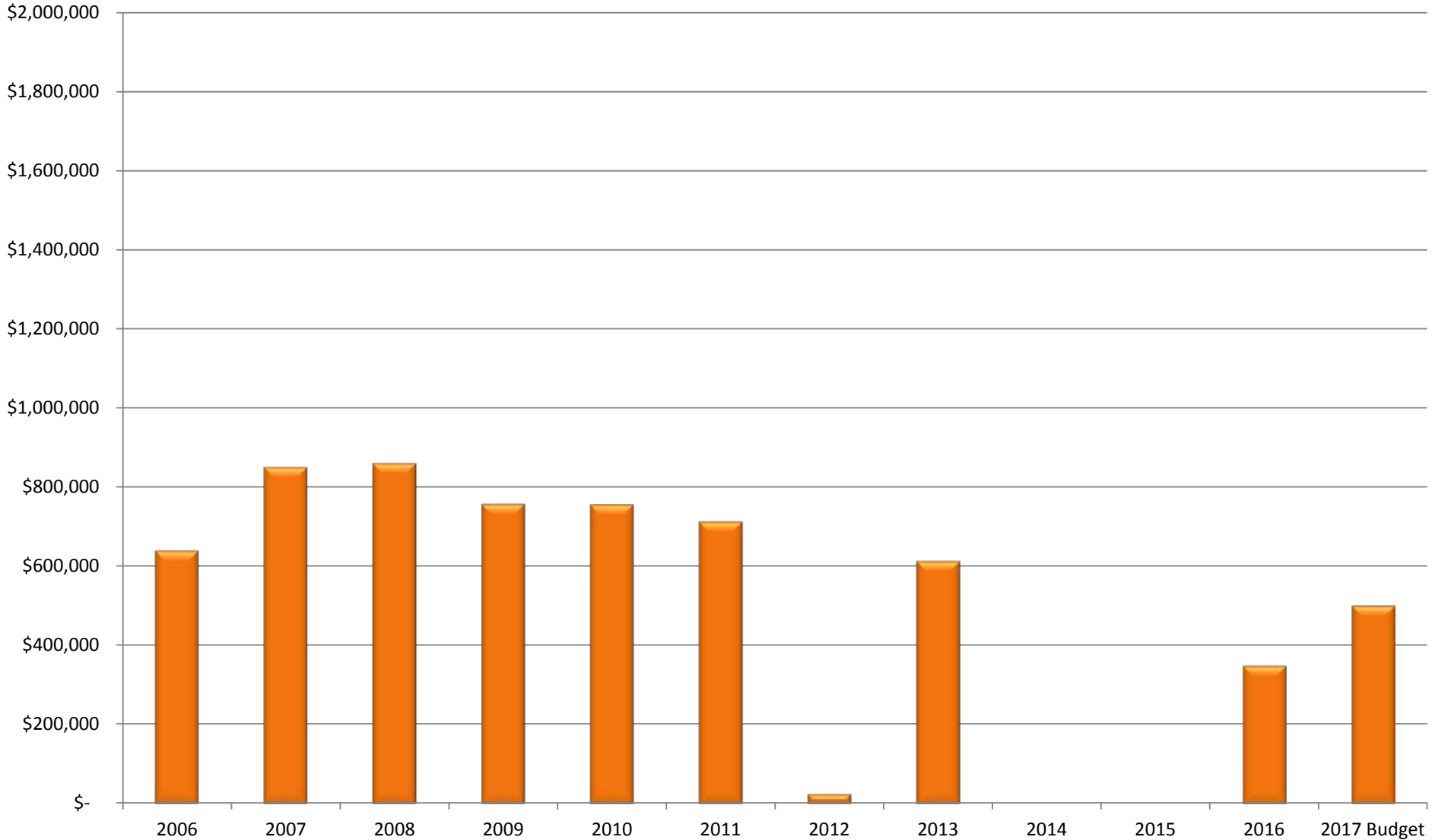


Annual Capital Projects from Levy

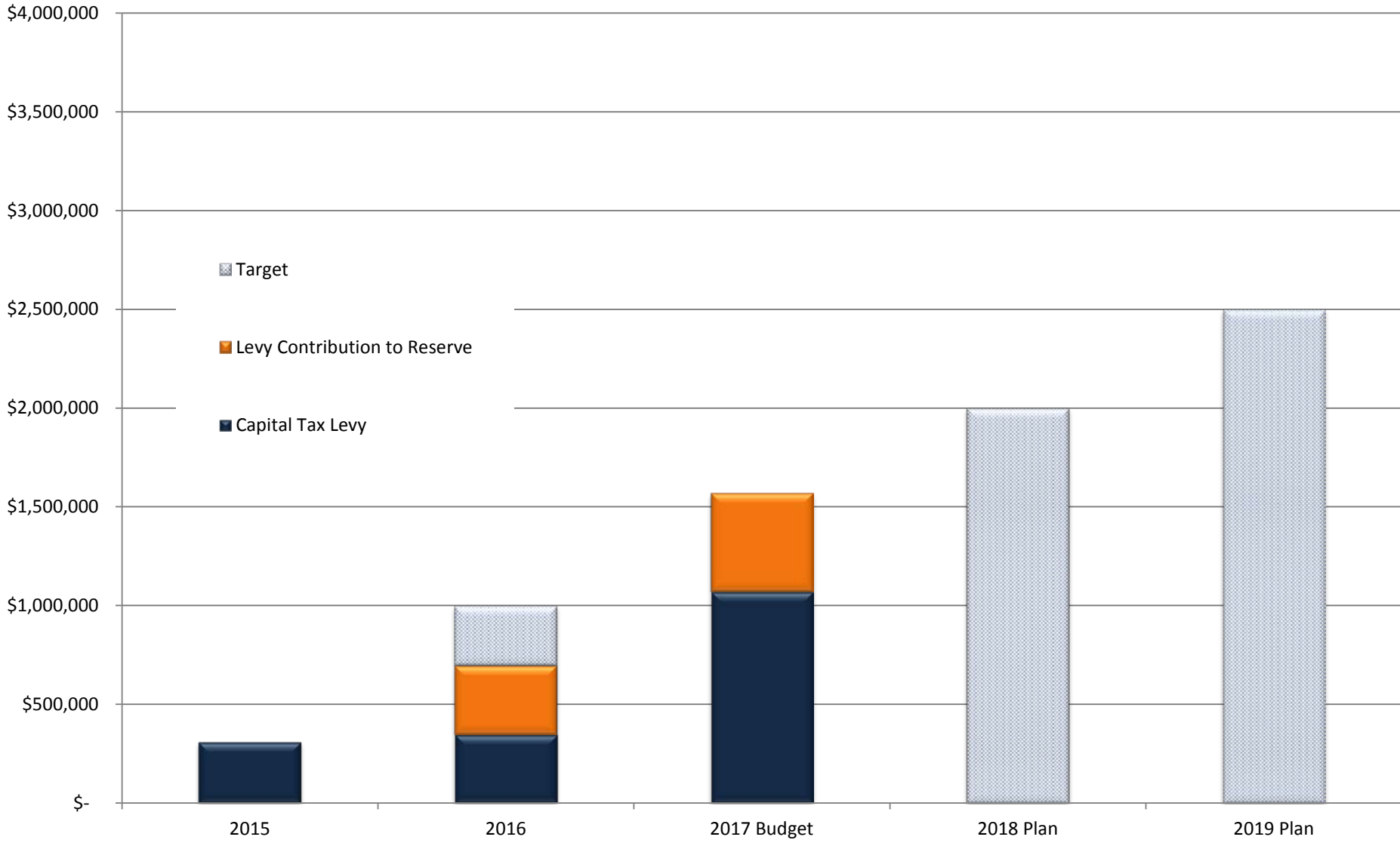


*Note: Part of the 2015 reduction in capital levy is due to operating capital projects being moved to the operating budget.

Contributions to Building & Equipment Reserves for Future Capital Requirements



Combined Capital Funding from Levy



General Municipal Capital (7 of 24 Projects)

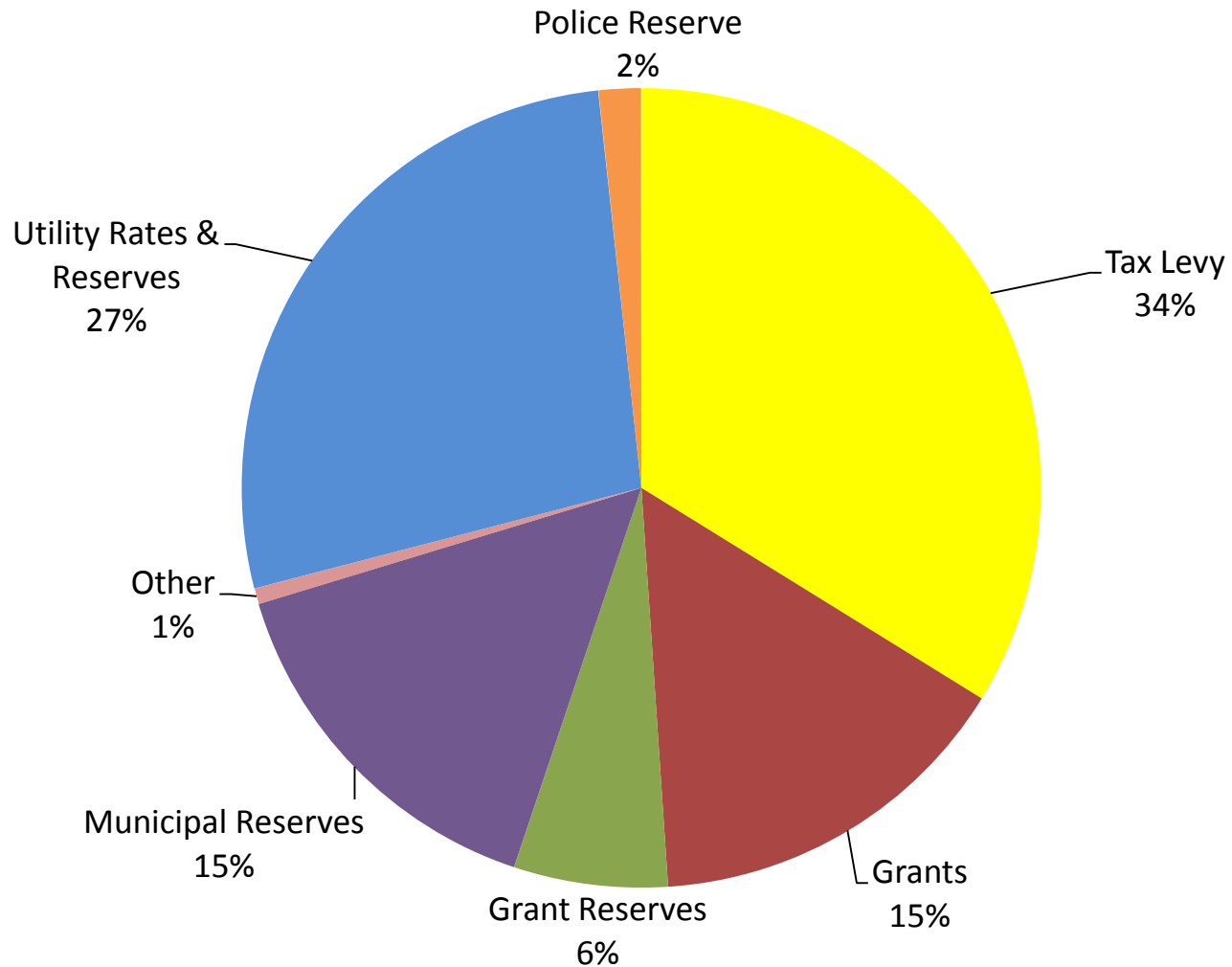
- Single Axle Snow Plow Replacement
- Tandem Axle Snow Plow Replacement
- Augusta Street Storm Sewer Relining
- Wladyka Park Washroom and Shelter
- JBSC & Caroline Street Rink Boards
- Trail Upgrades and Signage
- Playground Replacement Garden Hill



Utilities: Water and Wastewater (8 of 16 projects)

- Watermain Replacement – Ralston Drive
- Sanitary Sewer Replacement Investigation – Walton Street
- Watermain Replacement Design
 - Trefusis Street
 - Freeman Drive
 - Elias Street
- Sanitary Sewer Relining Design – Hayward Street
- Sewer Inspection, and Camera Equipment

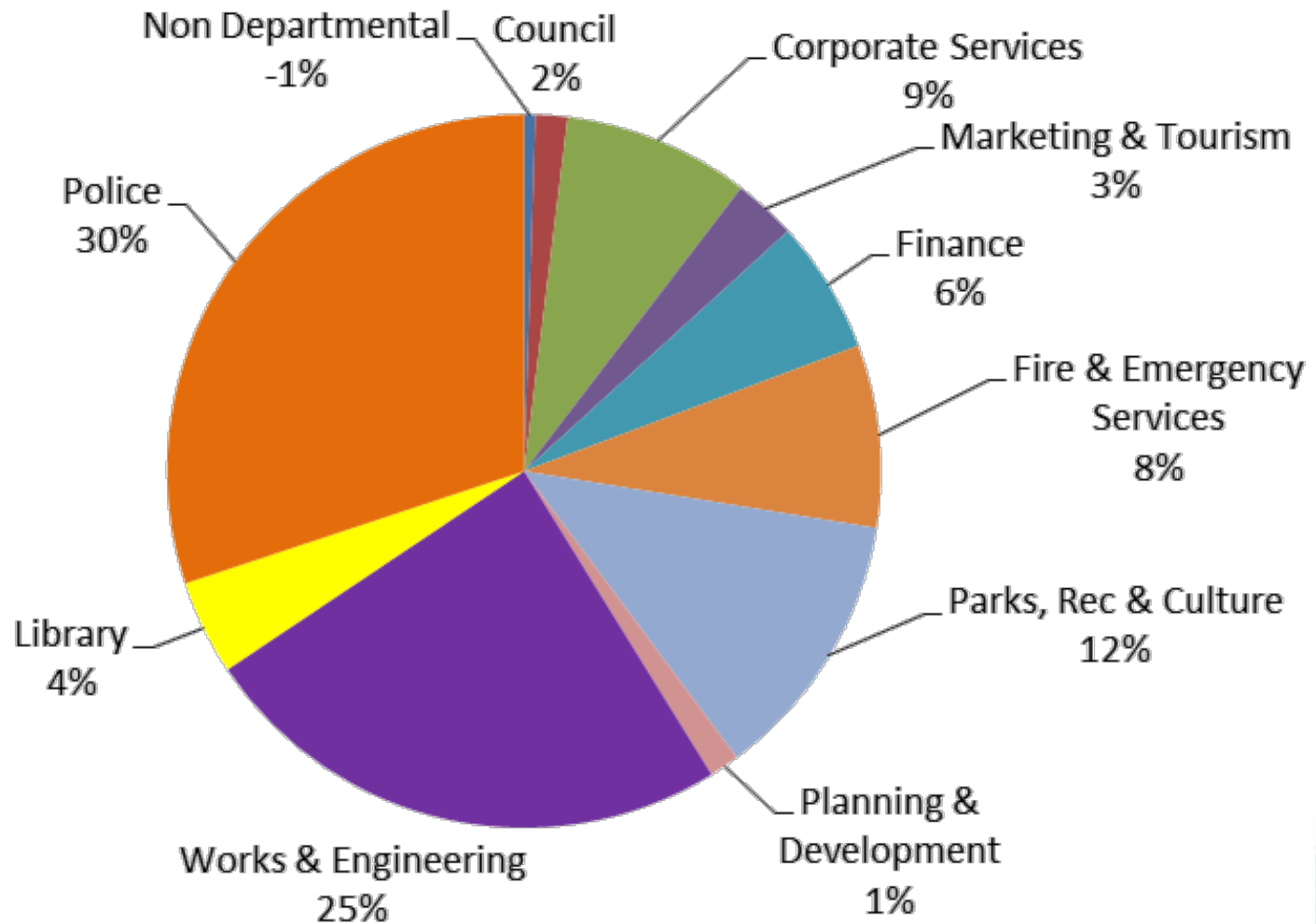
2017 Capital by Funding Source \$4.6M



Per Plan:

- No new spending from Building and Equipment Reserve
- No new Long Term Debt

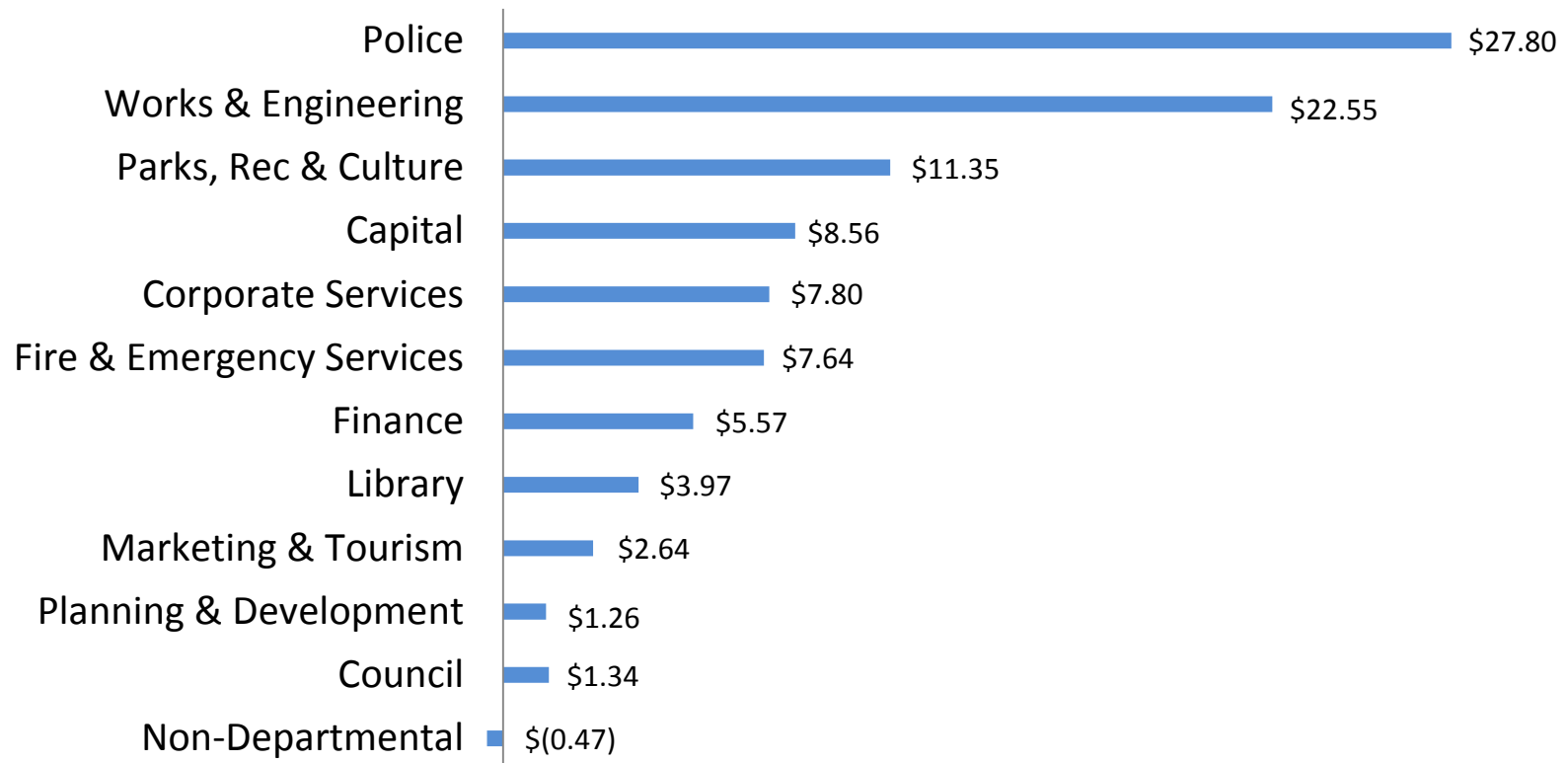
2017 Operating Levy by Service Area \$16.7M



Summary of 2017 Draft Municipal Levy Changes

		Levy Impact Inc (Dec)	% Levy Impact	
2016 Levy	17,193,238			note 1% = \$171,932
Weighted Assessment Increase	1.8%	(316,356)	-1.8%	
Capital Reserve Contribution Increase		150,000	0.9%	
Capital Funding Increase		721,000	4.2%	
Service Departments Operating		331,952	1.9%	
Other Non-Department Impacts		(193,243)	-1.1%	
Municipal before External Boards		693,353	4.0%	after 1.8% Growth
External Board Departments		121,763	0.7%	
Total Municipal Levy Changes		815,116	4.7%	

How each \$100 of the Combined Operating and Capital Municipal Budget Levy is Spent



Next Steps

- Approve 2017 Municipal Budget
- Review and Potentially Change Tax Allocation Methodology
- Set 2017 Levy Rates through annual By-law



Supplemental Slides



2017 Budget Allocation

	Urban	Rural	Total
Weighted Assessment %	73%	27%	
Common Allocated by Weighted Assessment	\$ 8,455,526	\$ 3,156,370	\$ 11,611,896
Special Services	\$ 6,019,066	\$ 693,748	\$ 6,712,814
Phase in Adjustment	\$ 682,500	\$ (682,500)	\$ -
Phase in adjusted Area specific	\$ 6,701,566	\$ 11,248	\$ 6,712,814
Total Municipal Budget Levy by Area	\$ 15,157,092	\$ 3,167,618	\$ 18,324,710
% of Levy by Area	83%	17%	
Use of LLRW Funds (2016 values)	\$ (234,413)	\$ (230,263)	\$ (464,676)
Municipal Levy After Use of LLRW Funds	\$ 14,922,679	\$ 2,937,355	\$ 17,860,034
Increase/(Decrease) Compared to Prior Year Change on Municipal Levy	\$ 873,619 6%	\$ 257,854 10%	\$ 1,131,473 7%
Impact of Annual Phase in Adjustment	-1%	4%	
Impact of Annual Change in LLRW	0%	0%	
Increase/(Decrease) Before Adjustments	7%	6%	



Municipal Tax Bill Impact

(average residential property assessment)

	AVG RES* WA:	264,000
	Urban	Rural
Common Allocated by Weighted Assessment	1,439	1,439
Special Services	1,024	316
Phase in Adjustment	116	(311)
Phase in adjusted Area specific	1,140	5
Total Municipal Budget Levy by Area	2,579	1,444
Use of LLRW Funds (2016 values)	(40)	(105)
Municipal Levy After Use of LLRW Funds	2,539	1,339
Increase/(Decrease) Compared to Prior Year	110	88
Change on Municipal Levy	4.7%	7.2%
Impact of Annual Phase in Adjustment	-0.6%	3.5%
Impact of Annual Change in LLRW	0.0%	-0.1%
Increase/(Decrease) Before Adjustments	5.3%	3.8%



10 Year Phase-in

Change / year over 10 years - determined by Council	\$	(97,500)	\$	97,500
Change on Municipal Portion		-1%		4%
		<u>Urban</u>		<u>Rural</u>
Phase in Adjustment 2014	\$	975,000		(975,000)
Phase in Adjustment 2015	\$	877,500		(877,500)
Phase in Adjustment 2016	\$	780,000		(780,000)
Phase in Adjustment 2017	\$	682,500		(682,500)
Phase in Adjustment 2018	\$	585,000		(585,000)
Phase in Adjustment 2019	\$	487,500		(487,500)
Phase in Adjustment 2020	\$	390,000		(390,000)
Phase in Adjustment 2021	\$	292,500		(292,500)
Phase in Adjustment 2022	\$	195,000		(195,000)
Phase in Adjustment 2023	\$	97,500		(97,500)
Phase in Adjustment 2024	\$	-		-

