



2022 Preliminary Draft Budget

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Financial Services

Date: October 4, 2021

Agenda



1. Target Setting
2. Guiding Principles
3. Budgets
 - A. Tax-Supported Operating Budget
 - B. Rate-Supported Operating Budgets
 - C. Capital Budget
 - D. Impact on Average Residential Property
4. Conclusion
5. Next Steps



1. Target Setting

Council resolution



Resolution from May 3, 2021 CoW meeting

“That endorsement be given to staff to proceed with preparation of the 2022 budgets employing the structure and targets as outlined in this report **with a target tax rate increase of 1.99%**”



1. Target Setting

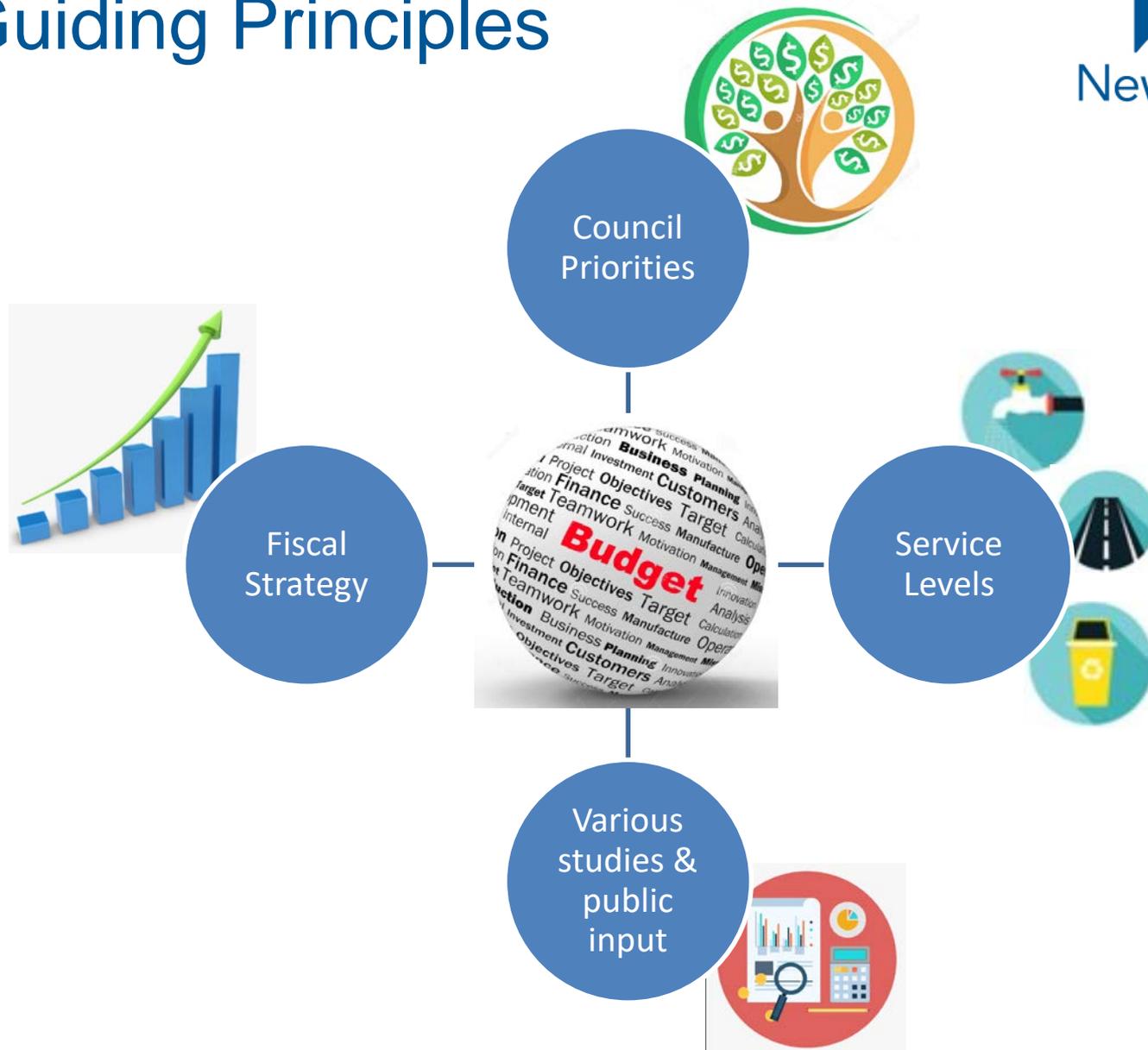
- 1% tax rate increase = \$667,000 tax revenues

Component	Tax Rate Increase
a. Base Budget	1.74%
b. Contingency	0.25%
c. ARF	<u>1.00%</u>
Target	2.99% 1.99%

- Therefore, increases shortfall by \$667,000



2. Guiding Principles



3. Budgets



	\$ in millions
Operating Budgets	
Tax-supported – Town, Fire, Library, BIA	\$92.2
Rate-supported – water, wastewater, stormwater, building permits	\$49.6
Total Operating Budgets	\$141.8
Capital Budget	\$29.8
Total	\$171.6



3A. Tax-supported operating budget Balancing the budget



- A. Departmental targets
- B. Contribution to contingency reserve
- C. Non-growth decision package provisions
- D. Use of Ontario Community Infrastructure Fund (OCIF)
- E. Efficiencies



3A. Tax-supported operating budget Balancing the budget



Component	Tax Rate Increase
a. Base Budget	0.99%
b. Contingency	0.00%
c. ARF	<u>1.00%</u>
Target	1.99%



- Base budget continues to include a \$500,000 contribution to contingency



3A. Tax-supported operating budget

Other budget reallocations



F. Growth decision package provisions

G. Internal debt repayment

H. Growth allocations

- These budget reallocations do not have any incremental financial impact



3B. Rate-supported operating budget



Water & Wastewater

- 3.8% increase - aligns with the six-year water & wastewater financial plan (updated in March 2021)
- Region completed its rate study – 3.3% increase for the years 2022 to 2027 inclusive

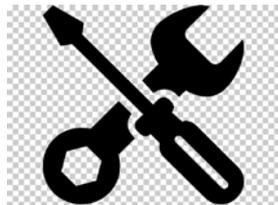
Stormwater

- 10% increase - aligns with the six-year stormwater financial plan



3C. Capital budget

- Subject to the availability of funding and operational capacity
- Aligns with the updated Asset Management Plan and Development Charge (DC) Background Study
- Decision packages will be distributed in advance of the next meeting (October 18, 2021)



3D. Impact to Average Residential Property

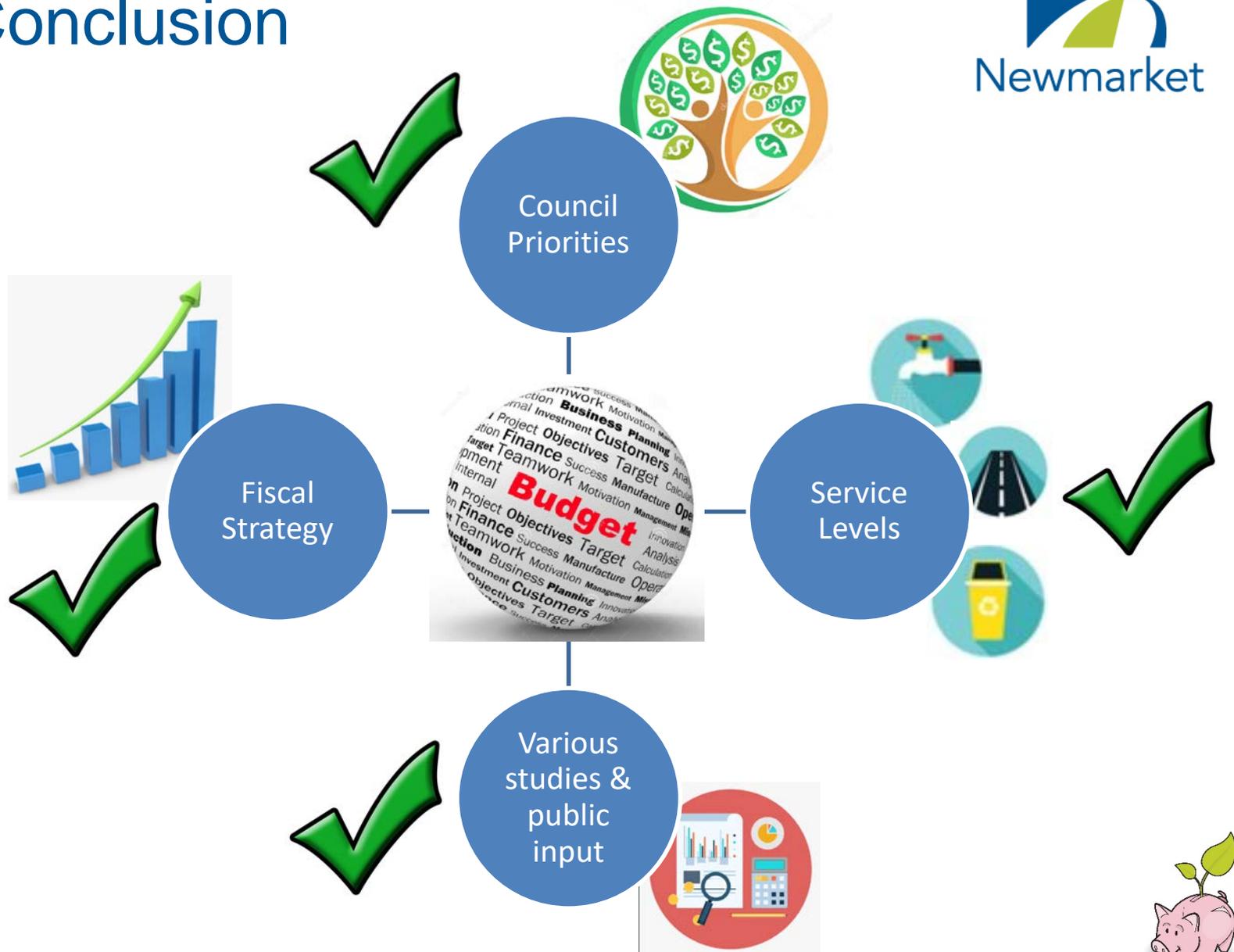


		% increase	\$ increase
Property Tax		1.99%	\$44.09
Water & Wastewater		3.80%	\$48.09
Stormwater		10.00%	\$4.63
Total			\$96.81

- Based on an average single detached home with an assessment value of \$702,400, a 465 square metre lot and using 200 cubic metres of water per year



4. Conclusion



5. Next Steps



Activity	Date	Meeting
Distribute decision packages	Before Oct. 18	
Capital and Rate-Supported Budgets	Oct. 18	Special CoW
Tax-Supported Operating Budget	Nov. 8	Special CoW
Draft Budgets	Dec. 6	CoW
Approval	Dec. 13	Council

CoW – Committee of the Whole

