



# 2022 Draft Budget

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## PRESENTATION

# 2022 Budget Highlights ...

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- Draft budget – 2.92% tax increase
- Current inflation rate – 5.1%
- 2022 Budget Summary - \$6,436,681
  - Operating Expenses \$4,229,944
  - Capital Budget \$2,206,737

Property tax is the main source of revenue to delivery municipal services. User fees, grants and transfers from reserves are among additional sources of revenue. Water and sewer services do not receive funding from municipal property taxes.

# Assessment and Tax Impact

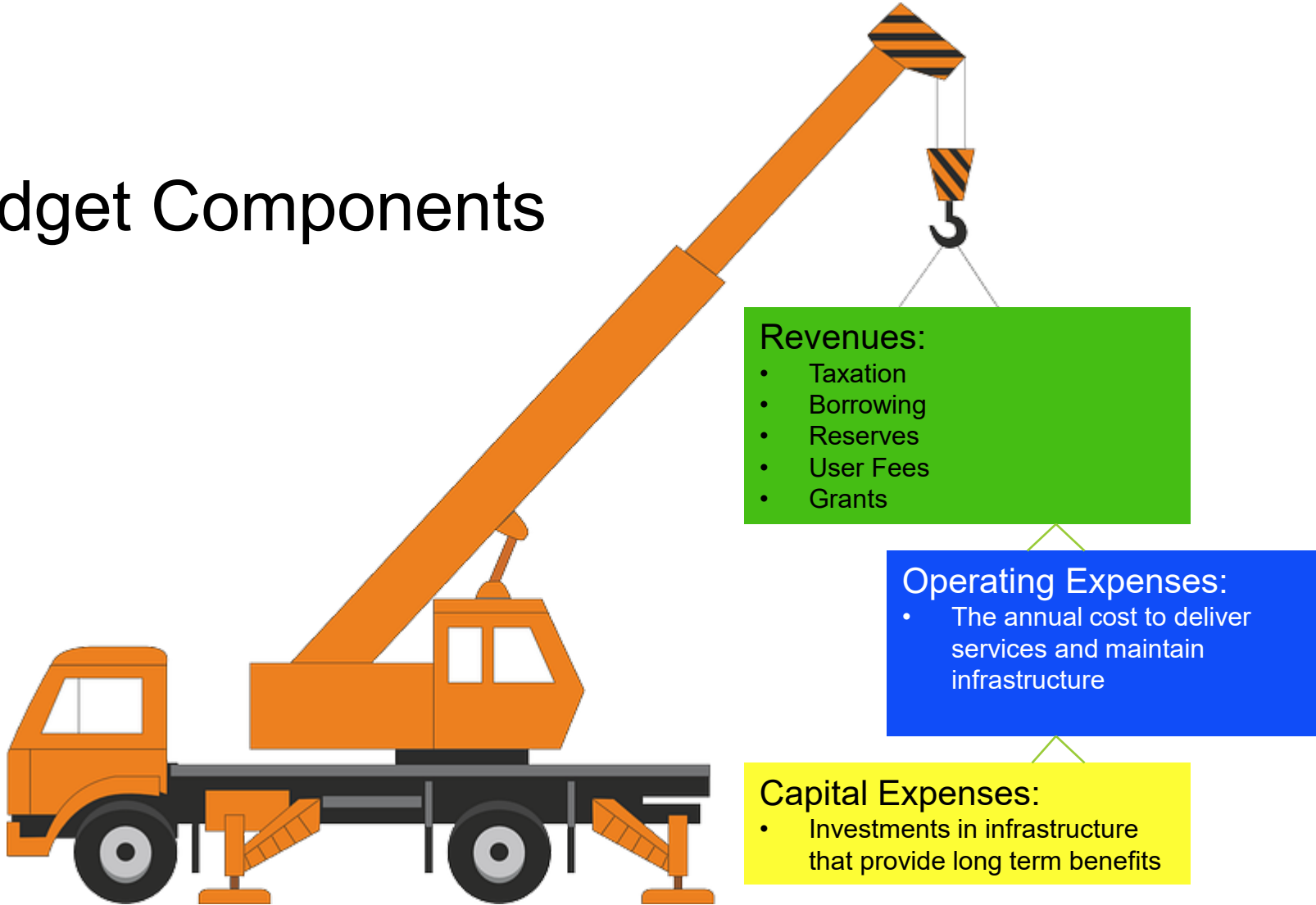
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- An average residential property assessment in Merrickville-Wolford is approximately \$226,000.

Property Taxation		
Year	Average Residential Assessment	Taxes
2022	\$226,000 x 0.00834578	\$1,886.15
2021	\$224,000 x 0.00810911	\$1,816.44
	increase	\$69.71

*\*\*\*The impact will vary for each taxpayer depending on the assessed value of their property\*\*\**

# Budget Components



# Property Assessment – Who's Responsible

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## **Ontario Provincial Government**

- Passes legislation
- Sets assessment policies
- Determines education rates

## **Municipal Property Assessment Corporation (MPAC)**

- Determines current value assessments and classifications of all properties in Ontario

## **Village of Merrickville-Wolford**

- Sets Municipal tax rate and policies
- Collects property taxes

# Municipal Taxation

Property Taxes

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Property's  
Assessed  
Value  
(MPAC)

x

Municipal Rates

Education Rates

County Rates

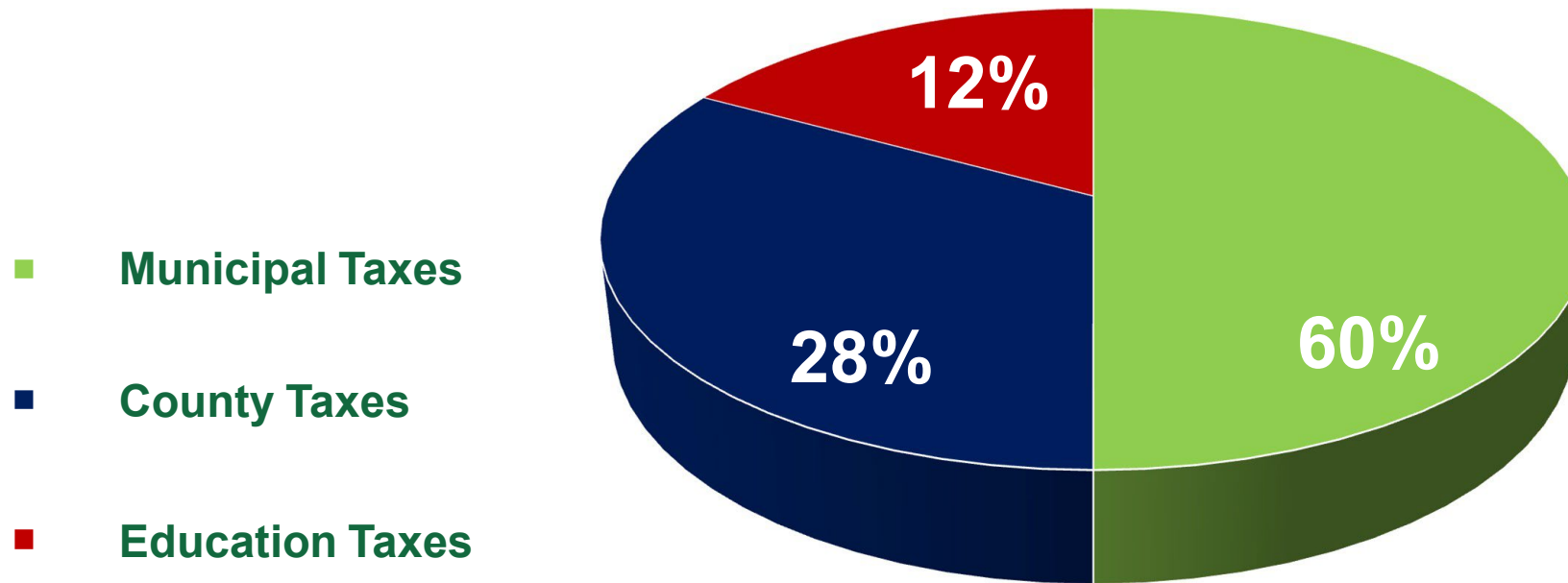


# Property Assessment Update

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- On November 4, 2021, the Province announced its decision to postpone the province-wide property assessment update due to the pandemic.
- Property current value assessments will be based on the January 2016 values for the 2022 and 2023 tax years. This means the assessment values your property had in 2021 will remain the same for 2022 and 2023.
- **Exceptions are:**
  - Changes to property
  - A structure assessed for the first time
  - Change in classification

# What makes up my residential property tax bill?





# 2022 Budget Revenues

Description	Amount
Municipal Operating & Capitals Costs	\$6,436,681
Funding Sources:	
1) Municipal Taxes & Payments in Lieu	\$3,551,067
2) Reserves	\$1,272,444
3) Ontario Municipal Partnership Fund	\$303,800
4) Ontario Community Infrastructure Fund	\$118,512
5) Grants	\$383,843
6) Other Revenue	\$612,037
7) Gas Tax	\$194,978
Total Revenue	\$6,436,681
Balance	\$0

# 2022 Budget Expenses

Description	Amount
Operating Expenses:	
Corporate Services:	
1) Administration	\$1,031,876
2) Rideau Valley Conservation Authority Levy	\$23,929
3) Library Levy	\$102,000
4) Community Grants	\$10,350
5) Transfer to Reserves	\$98,200
Emergency & Protective Services:	
1) Fire Services	\$344,818
2) Transfer to Fire Reserve	\$30,000
3) Police	\$460,315
4) Community Emergency Management Plan	\$200
5) By-Law	\$38,655
6) Animal Control	\$8,000

# 2022 Budget Expenses

Description	Amount
Public Works:	
1) Roads	\$1,169,812
2) Waste Management	\$221,888
3) Transfer to Reserves	\$50,000
Planning and Building:	
1) Planning	\$106,694
2) Building	\$187,684
Parks, Recreation and Culture:	
1) Economic Development	\$149,535
2) Recreation	\$154,428
3) Museum	\$41,560
Total Operating Expenditures	\$4,229,944
Capital Expenditures	\$2,206,737
Total Expenditures	\$6,436,681

# 2022 Municipal Taxation

## Cost of Service Per Year for Residential Taxpayer

(Municipal Taxes Only)

Municipal Service	Annual Cost per \$100,000 Assessment:
Corporate Services	\$150.97
Police (OPP contract)	\$59.68
Fire Services	\$48.62
By-Law Services	\$6.05
Planning Services	\$13.83
Building Services	\$24.34
Economic Development	\$19.39

# 2022 Municipal Taxation

## Cost of Service Per Year for Residential Taxpayer

(Municipal Taxes Only)

Municipal Service	Annual Cost per \$100,000 Assessment:
Library Services	\$13.23
Recreation	\$20.02
Museum	\$5.39
Public Works	\$156.22
Waste Management	\$30.71
Capital Projects	\$286.12
Total	\$834.58

# 2022 Water & Wastewater Budget

Description	Amount
Operating Revenue	
1) User Fees	\$1,209,996
Capital Revenue	
1) User Fees	\$156,675
2) Transfer from Reserve	\$131,424
Total Revenues	\$1,498,095
Operating Costs	\$1,209,996
Capital Costs	\$288,099
Total Expenses	\$1,498,095
Balance (Revenue less Expenses)	\$0



# Summary of Borrowing:



Name	Start Date	End Date	Term (years)	Principle Amount	Rate
Fire Communications System	2014	2024	10	\$112,922	2.88%
Fire Tanker	2016	2036	20	\$350,000	3.33%
Main St Watermain	2011	2031	10**	\$473,000	3.63%
Sewage Treatment Plant	2014	2044	30	\$3,506,377	3.98%
Grader & Snow Plow	2016	2026	10	\$205,000	2.59%

\*\*15 years remaining; term to be renewed for 5 years in 2031

# 2022 Debt Payments



Description	Amount
Fire Pumper	\$24,110
Fire Communication System	\$13,085
Main Street Watermain	\$29,072
Grader and Plow Truck	\$23,401
Sewage Treatment Plant Upgrades	\$201,255
Total	\$290,923

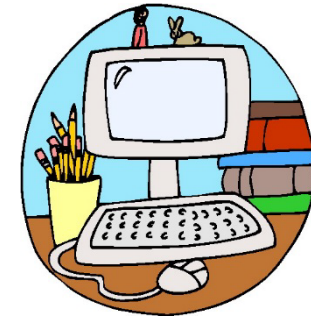


# 2022 Capital Budget Highlights

## Administration

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- Asset Management Plan – Facility Assessments
- Service Delivery Review



# 2022 Capital Budget Highlights

## Emergency & Protective Services

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- Fire Hose
- Fire Pumper Truck
- Portable Radios
- Cascade Air System



# 2022 Capital Budget Highlights

## Recreation

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- Merrickville Community Centre Doors
- Zero Turn Mower



# 2022 Capital Budget Highlights

## Public Works

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- Read Street Paving
- Box Blade for Payloader
- Culvert Rehabilitation Weedmark Road
- 5500 Plow and Sand Truck



# 2022 Capital Budget Highlights

## Water & Wastewater

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- Pump Replacements
- Manhole Covers
- Water – OCWA capital expenses
- Sewage Treatment Plant – OCWA capital expenses
- Sanitary Sewer Grouting



# 2022 Draft Capital Project by Funding

Department	Project Description	Project Cost	Taxation	Funding Source		
				Reserves	Grants	Others
Corporate Services	• Asset Management Facility Assessments	\$20,000		\$20,000		
	• Service Delivery Review – Water and Wastewater Business Model	\$152,640			\$152,640	
Emergency & Protective Services	• Fire Hose replacement	\$10,000	\$10,000			
	• Fire Pumper Truck	\$678,739	\$70,739	\$608,000		
	• Portable Radios	\$15,000	\$15,000			
	• Cascade Air System	\$80,000	\$80,000			
Public Works	• Read St Paving	\$300,000		\$91,510		\$208,490
	• Culvert Rehabilitation - Weedmark Rd	\$105,000				\$105,000
	• 5500 Plow and Sand Truck	\$130,000	\$130,000			
	• Box Blade for Payloader	\$30,000	\$30,000			
Parks & Recreation	• Zero Turn Mower	\$14,500	\$14,500			
	• Community Centre Doors Replacement	\$15,000	\$15,000			



# 2021 Carryforward Projects

- There are several projects that were approved in the 2021 capital budget, that are either ongoing or will be completed in 2022. These projects were previously approved in the 2021 capital budget and have been expensed to 2021. The funding source for these projects for 2022 are reserves of \$536,934 and a grant for \$118,924.
- There is no taxation funding needed for the 2021 capital projects to be completed this year, as they were funded in the 2021 budget.

# 2022 Draft Water & Wastewater Capital Budget by Funding



## **Projects funded through User Fees:**

- Manhole Covers - \$20,000
- STP OCWA capital expenses - \$74,675
- Water OCWA capital expenses - \$62,000



## **Projects funded through water and wastewater reserves:**

- Sanitary Sewer Grouting - \$50,000
- STP capacity analysis - \$39,412 (carryforward project funded in 2021)
- Pump replacements – \$35,769
- Infiltration and inflow study - \$6,243 (carryforward project funded in 2021)



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# Thank you