



MERRICKVILLE-WOLFORD

*Jewel of the Rideau*

# 2020 Draft Budget

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## PRESENTATION

# 2020 Budget Highlights

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- Auditor direction
  - 5%-6% tax increase
  - Increase capital reserve funds & capital spending (should be approx \$1.1M annually combined)
- Increasing repair & replacement cost
  - Aging infrastructure, facilities & equipment
  - Net asset value \$15M+
  - Est. life expectancy remaining - Equip 20%; Vehicles 36%; Bridges 27%
- Annual inflation 1.7% - increased operational expenses
- Staff proposed 5.5% tax increase

# 2020 Budget Highlights ...

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- Council direction
  - Abide by Auditor direction re., capital spending & reserve contribution
  - Find ways to reduce the tax increase
  - Detailed, line-by-line review
- Replacement of landfill compactor - \$325,000
  - \$91,000 tax pressure + balance from reserves
  - Prolong life of landfill
  - Compliance with MOE regulations
  - Ensure safe working conditions (Health & Safety Act)
  - Avoid annual repair cost – minimum approx. \$70,000 in 2020

# 2020 Budget Highlights ...

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- Revised budget – 3.13% tax increase
- Accomplished by
  - Reviewing 5-year historical revenues & expenses
  - Further reviewed trends / averages to ID more reliable baseline annual comparators
- 2020 Budget Summary - \$5,210,000
  - Operating Expenses \$4,002,000
  - Reserve Fund Contributions \$368,000
  - Capital Budget \$840,000
- Absorbs all other typical cost increases except replacing landfill compactor
- In real terms, essentially a 0% Operating Budget increase

# Assessment and Tax Impact

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- An average residential property assessment in Merrickville-Wolford is approximately \$228,000.

Based on this average residential assessment of \$228,000:

- The average tax increase, due to assessment phase-in, is approximately 1.36% or \$22.98
- The average tax increase, based on a 3.13% increase in municipal taxes, is \$58.96
- The combined increase is 4.49% or \$81.94, which is an increase of \$6.83 a month

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

# Budget Components



## Revenues:

- Taxation
- Borrowing
- Reserves
- User Fees
- Grants

## Operating Expenses:

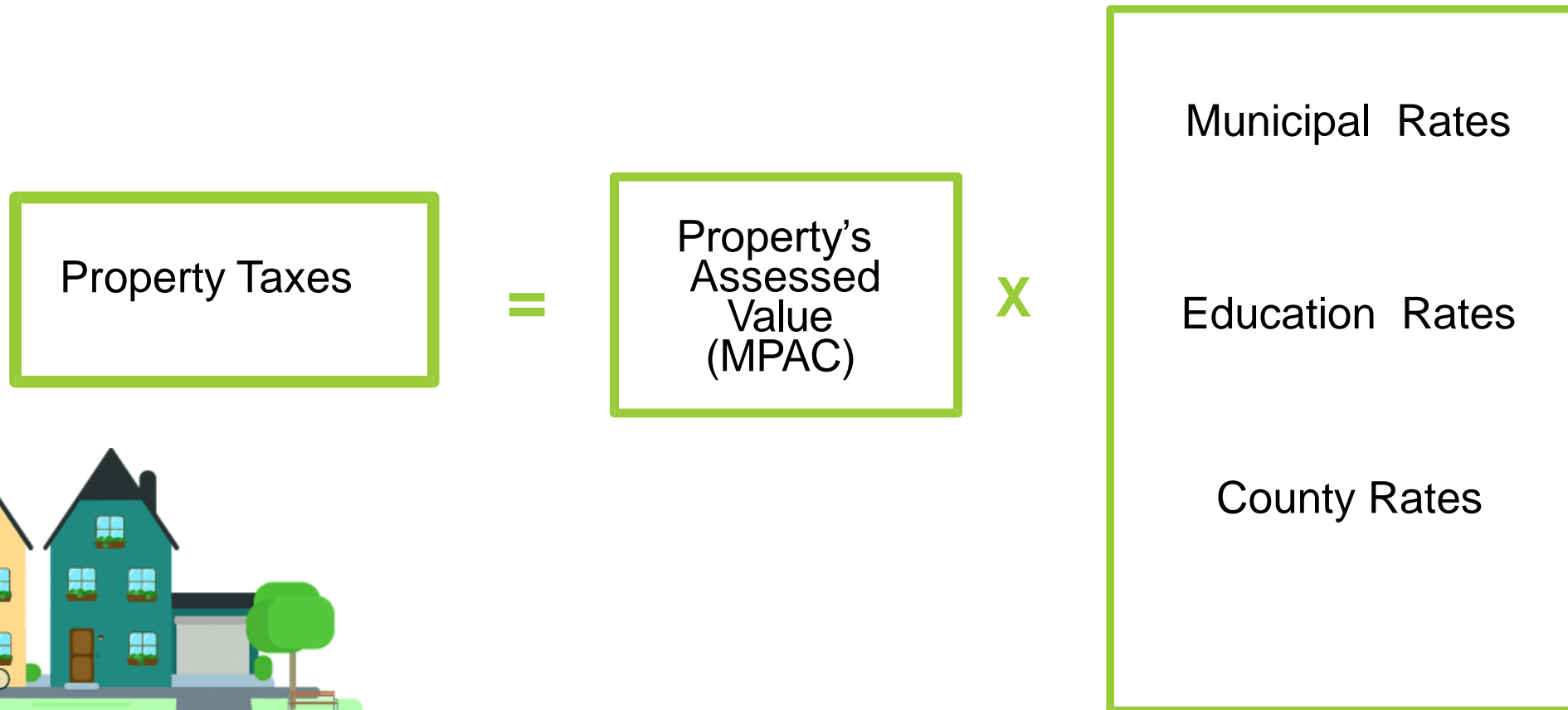
- The annual cost to deliver services and maintain infrastructure

## Capital Expenses:

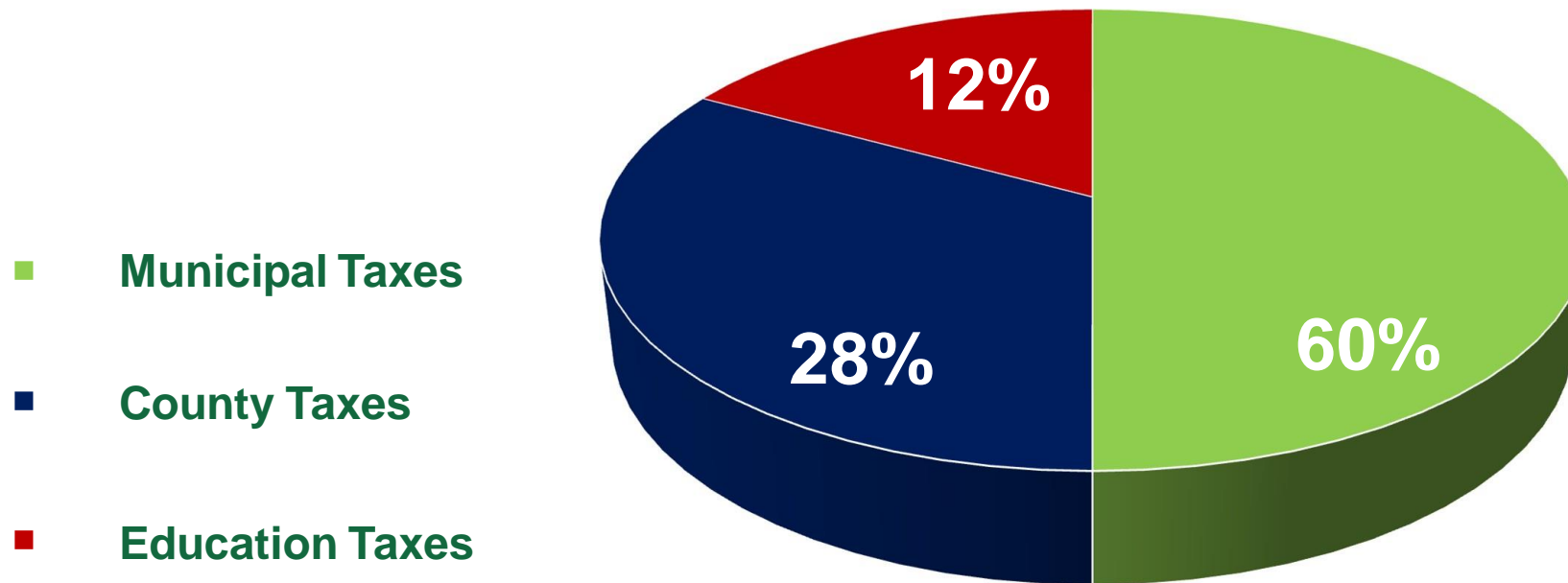
- Investments in infrastructure that provide long term benefits



# Municipal Taxation

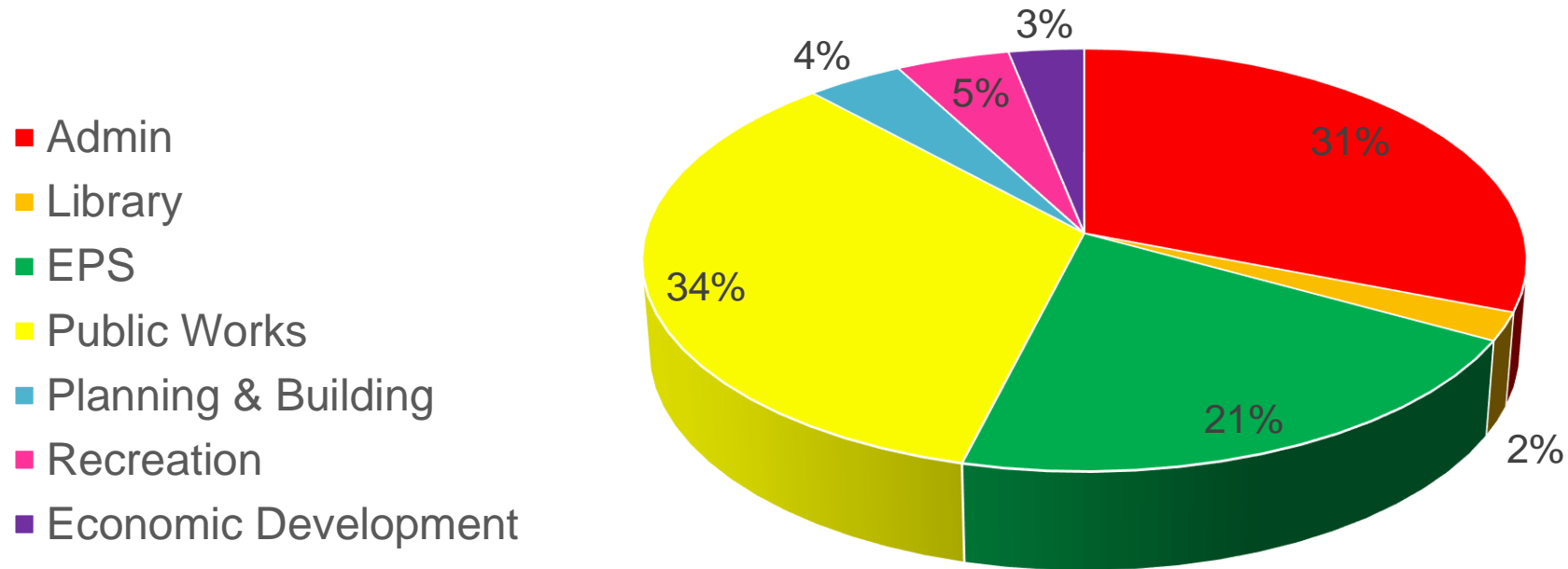


# What makes up my residential property tax bill?





# Operating Expenses per Department



# 2020 Budget Revenues

Description	Amount
Municipal Operating & Capitals Costs	\$5,210,922
Funding Sources:	
1) Municipal Taxes & Payments in Lieu	\$3,408,865
2) Reserves	\$548,032
3) Ontario Municipal Partnership Fund	\$307,000
4) Ontario Community Infrastructure Fund	\$41,000
5) Grants	\$93,316
6) Other Revenue	\$812,709
Total Revenue	\$5,210,922
Balance	\$0

# 2020 Budget Expenses

Description	Amount
Operating Expenses:	
Corporate Services:	
1) Administration	\$933,221
2) Rideau Valley Conservation Authority Levy	\$22,125
3) Library Levy	\$94,225
4) Community Grants	\$13,270
5) Transfer to Reserves	\$382,869
Emergency & Protective Services:	
1) Fire Services	\$297,838
2) Transfer to Fire Reserve	\$73,500
3) Police	\$476,712
4) Community Emergency Management Plan	\$5,800
5) By-Law	\$48,628
6) Animal Control	\$9,228

# 2020 Budget Expenses

Description	Amount
Public Works:	
1) Roads	\$1,238,430
2) Waste Management	\$208,836
3) Transfer to Reserves	\$50,000
Planning and Building:	
1) Planning	\$36,500
2) Building	\$138,999
Parks, Recreation and Culture:	
1) Economic Development	\$136,170
2) Recreation	\$147,761
3) Summer Camp Program	\$28,444
4) Museum	\$28,707
Total Operating Expenditures	\$4,371,262
Capital Expenditures	\$839,660
Total Expenditures	\$5,210,922

# 2020 Municipal Taxation

## Cost of Service Per Year for Residential Taxpayer

(Municipal Taxes Only)

Municipal Service	Annual Cost per \$100,000 Assessment:
Corporate Services	\$215.95
Police (OPP contract)	\$76.17
Fire Services	\$60.26
By-Law Services	\$9.24
Planning Services	\$5.83
Building Services	\$22.21
Economic Development	\$21.76

# 2020 Municipal Taxation

## Cost of Service Per Year for Residential Taxpayer

(Municipal Taxes Only)

Municipal Service	Annual Cost per \$100,000 Assessment:
Library Services	\$15.06
Recreation	\$28.16
Museum	\$4.59
Public Works	\$203.48
Waste Management	\$35.77
Capital Projects	\$134.17
Total	\$832.63

# 2020 Water & Wastewater Budget

Description	Amount
Operating Revenue	
1) User Fees	\$1,094,819
2) Other	\$94,705
Capital Revenue	
1) User Fees	\$50,000
2) Transfer from Reserve	\$85,000
3) Grant	\$50,000
Total Revenues	\$1,374,524
Operating Costs	\$1,189,524
Capital Costs	\$185,000
Total Expenses	\$1,374,524
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	2021	10	\$473,000	3.85%
Sewage Treatment Plant	2014	2044	30	\$3,506,377	3.98%
Public Works Plow Truck Lease	2014	2020	6	\$236,202	3.75%
Tar and Chip	2006	2021	15	\$1,400,000	2.25%
Grader & Snow Plow	2016	2026	10	\$205,000	2.59%



# 2020 Debt Payments



Description	Amount
Fire Pumper	\$24,110
Fire Communication System	\$13,085
Main Street Watermain	\$29,496
Tar and Chip	\$121,381
Public Works Truck Lease	\$32,914
Grader and Plow Truck	\$23,401
Sewage Treatment Plant Upgrades	\$201,256
Total	\$445,642

# 2020 Capital Budget Highlights

## Administration

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- Municipal Office Floor & Roof Repairs
- Digitization of Village Records
- Council Chamber Projector & Sound Equipment
- Asset Management Plan
- Asset Management Software
- User Fees Administrative Review
- Long-term Financial Planning Process Review & Plan Development



# 2020 Capital Budget Highlights

## Emergency & Protective Services

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- Multi-gas Detector
- Firefighter Decontamination Shower
- Merrickville Community Centre Emergency Generator
- Washing Machine
- Fire Pump



# 2020 Capital Budget Highlights

## Recreation

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- Rink House Repairs
- Asset Management Facility Condition Assessments



# 2020 Capital Budget Highlights

## Economic Development

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- Main Street Revitalization



# 2020 Capital Budget Highlights

## Public Works

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- Cold Store Roof Repairs
- Compactor
- Landfill Building Repairs
- Read Street Slurry Seal
- Bates Road
- Asset Management Road Needs Study



# 2020 Capital Budget Highlights

## Planning

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- Official Plan Review
- Zoning By-law Review



# 2020 Capital Budget Highlights

## Water & Wastewater

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- Service Delivery Review
- Sanitary Pipe Repair at St. John & Wellington
- Sanitary Sewer Infiltration & STP Inflow Study
- Sanitary Sewer Grouting
- Pump Station Roof Repair
- Water Rate Study





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# Thank you