



Township of
Springwater

**Draft
2018
Budget**

Date: November 15, 2017

**Presented by: Jeff Schmidt, CPA, CGA, BAS
Director of Finance**

Agenda

- **2018 Consolidated Budget**
 - **2018 Draft Tax Supported Operating Budget**
 - **New Initiatives in 2018 (Program Changes)**
 - **2018 Draft Capital Budget & Six Year Capital Plan**
 - **2018 Draft Water & Wastewater Operating Budgets**
- **Budget Timelines**
- **Items for Council's Consideration**



2018 Consolidated Budget

Tax Supported Operating Budget	\$ Millions
Gross Expenditures	\$18.4
Gross Revenues	\$18.1
Net Levy Requirement	\$0.3
Proposed Tax Levy Increase (Township)	3.10%

Capital Budget	\$ Millions
Six Year Plan	\$105.0
2018 Capital Budget	\$14.8
Proposed Funding from Taxation – 2018	\$0.9

**Blended Tax Levy Increase
1.85% or \$68**



2018 Consolidated Budget

Water Rate Supported Operating Budget	\$ Millions
Gross Expenditures	\$1.93
Gross Revenues	\$2.76
Transfer to/(from) Reserve Fund	\$0.83

Wastewater Rate Supported Operating Budget	\$ Millions
Gross Expenditures	\$1.28
Gross Revenues	\$1.18
Transfer to/(from) Reserve Fund	(\$0.10)



2018 Draft Tax Supported Operating Budget

	2017 Budget	2018 Budget
Gross Expenditures	\$17,175,384	\$18,389,464
Gross Revenues (net of levy requirement)	16,831,825	18,052,241
Surplus/(Deficit)	(\$343,559)	(\$337,223)



Breakdown of 2018 Net Tax Levy Impact

	Amount	%
Township Net Tax Levy (excluding assessment growth)	\$190,441	1.75
Add: Assessment growth (estimated)	(642,859)	(5.91)
2018 Net Tax Levy (including assessment growth)	(\$452,418)	(4.16)
Add: Compensation Review	204,406	1.88
Add: Cost of Living Adjustments & Merit increases	144,483	1.33
Add: Group & Statutory Benefit increase (estimated)	56,746	0.52
Add: Additional Debt (principal and interest)	173,538	1.60



Breakdown of 2018 Net Tax Levy Impact

	Amount	%
Add: Celebrate Springwater annual event	\$39,500	0.36
Add: Reduction in penalty revenue on overdue accounts	45,000	0.41
Add: Increase in contracted services (road maintenance)	83,105	0.76
Deduct: Increase in investment income (estimated)	(20,000)	(0.18)
Deduct: Additional facility and ice rental revenue	(42,950)	(0.39)
2018 Net Tax Levy increase (Township only)	\$683,828	6.29



Breakdown of 2018 Net Tax Levy Impact

	Amount	%
Add: Library Services	\$91,167	0.84
Add: NVCA – general levy	6,551	0.06
Add: NVCA – asset management levy	3,099	0.03
Add: SSEA – general levy	4,996	0.04
2018 Net Tax Levy Increase (Service Partners)	\$105,813	0.97
2018 Net Tax Levy increase (Township & Service Partners)	\$337,223	3.10



Policing Charge

All properties in the Township are currently charged a policing charge on their property tax bill.

2017 Charge:

\$216 per property (except farmland properties)
\$108 per farmland/managed forest property.

2018 Charge:

\$226 per property (except farmland properties)
\$118 per farmland property

Impact on Average Residential Property

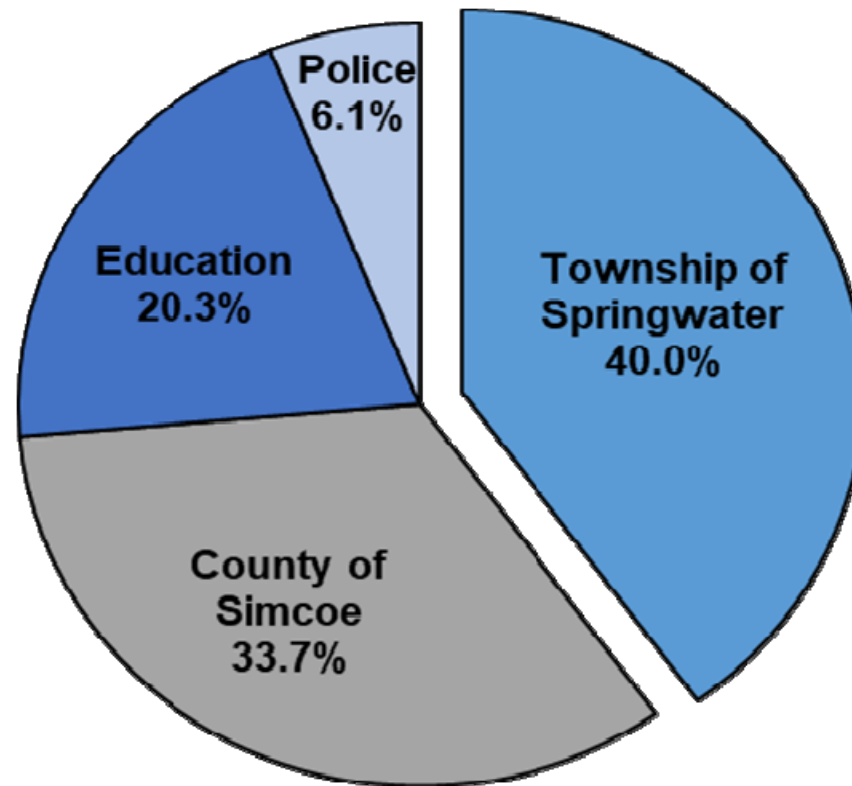
	2017	2018	Increase \$	Increase %
Township of Springwater Portion	\$1,447.13	\$1,492.00	\$44.87	3.10
County of Simcoe Portion	1,244.67	1,257.61	12.94	1.04
Education Portion	756.43	756.43	-	-
Total Property Taxes	\$3,448.23	\$3,506.04	\$57.81	1.68
Policing Charge	216.00	226.00	10.00	4.63
Total Tax Bill	\$3,664.23	\$3,732.04	\$67.81	1.85

Figures above exclude program changes

Average Residential Assessment (MPAC) - \$422,584



Breakdown of Residential Property Tax Bill



Staff

Program Changes/New Initiatives

Program Change	Gross Exp.	Revenues	Net Tax Impact \$	Net Tax Impact %
Recreation Facility Monitors	\$46,318	\$10,000	\$36,318	0.33
Outdoor Maintenance Worker	58,963	-	58,963	0.54
Staffing – Long Weekends	34,295	-	34,295	0.32
By-law Enforcement Officer	51,916	-	51,916	0.48
Co-op Student	11,859	-	11,859	0.11
Total	\$203,351	\$10,000	\$193,351	1.78



Service Partners

Program Changes/New Initiatives

Program Change	Gross Exp.	Revenues	Net Tax Impact \$	Net Tax Impact %
Extended Hours – Library	\$46,426	-	\$46,426	0.43
Invasive Species Coordinator – SSEA	7,000	-	7,000	0.06



Total Program Changes/New Initiatives

Program Change	Gross Exp.	Revenues	Net Tax Impact \$	Net Tax Impact %
Staff	\$203,351	\$10,000	\$193,351	1.78
Service Partners	53,426	-	53,426	0.49
Grand Total	\$256,777	\$10,000	\$246,777	2.27



Impact on Average Residential Property

	2017	2018	Increase \$	Increase %
Township of Springwater Portion	\$1,447.13	\$1,524.85	\$77.72	5.37
County of Simcoe Portion	1,244.67	1,257.61	12.94	1.04
Education Portion	756.43	756.43	-	-
Total Property Taxes	\$3,448.23	\$3,538.89	\$90.66	2.63
Policing Charge	216.00	226.00	10.00	4.63
Total Tax Bill	\$3,664.23	\$3,764.89	\$100.66	2.75

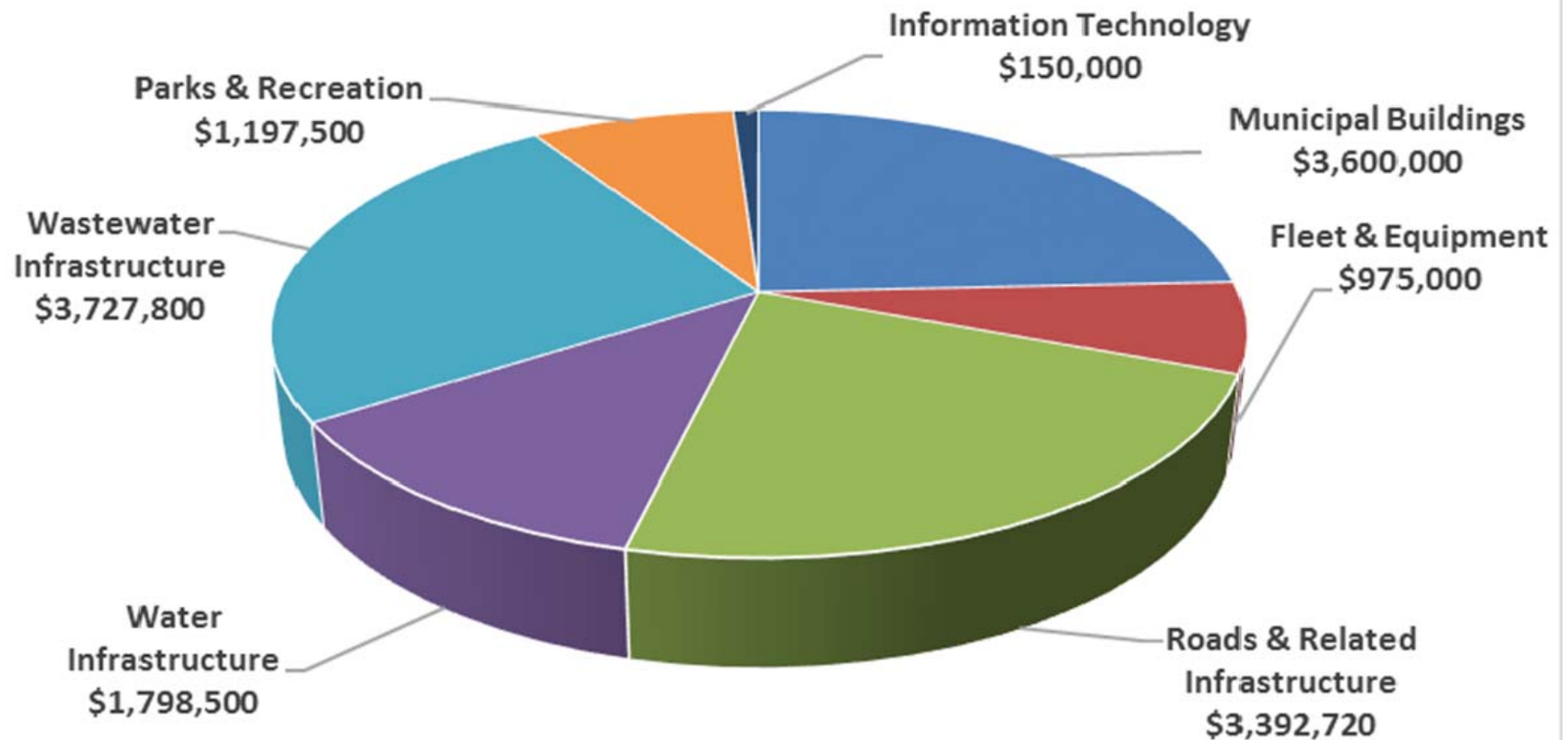
Figures above include all program changes

Average Residential Assessment (MPAC) - \$422,584

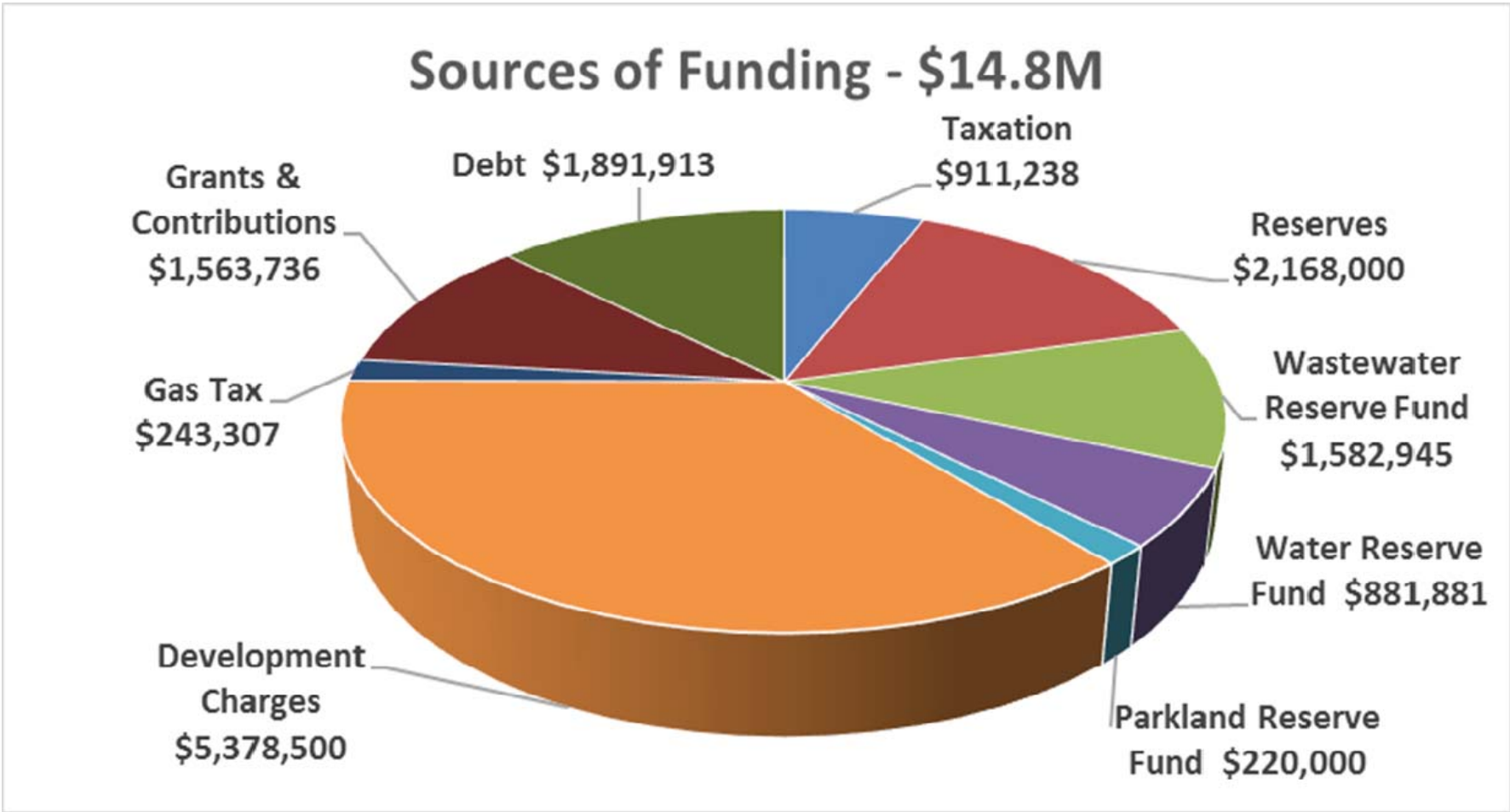


2018 Draft Capital Budget

Gross Expenditures - \$14.8M



2018 Draft Capital Budget



Key Projects for 2018

Project	Gross Expenditure
Multi-Purpose Complex (Recreation, Library, Community Space)	\$2,275,000
Elmvale Lift Station	2,000,000
Albert St E – Agnes St to east limit – First Phase	1,431,220
Anten Mills Water Tower (OCIF Grant Dependent)	1,100,000
Elmvale WWTP – Clarifier Covers (design & construction)	822,000
Fire Stn 2/Yard 1 – Temporary Building	800,000
St. Patrick's Subdivision – Second phase	770,000
Ball Diamonds – 2 additional at Tree Nursery Sports Park	500,000

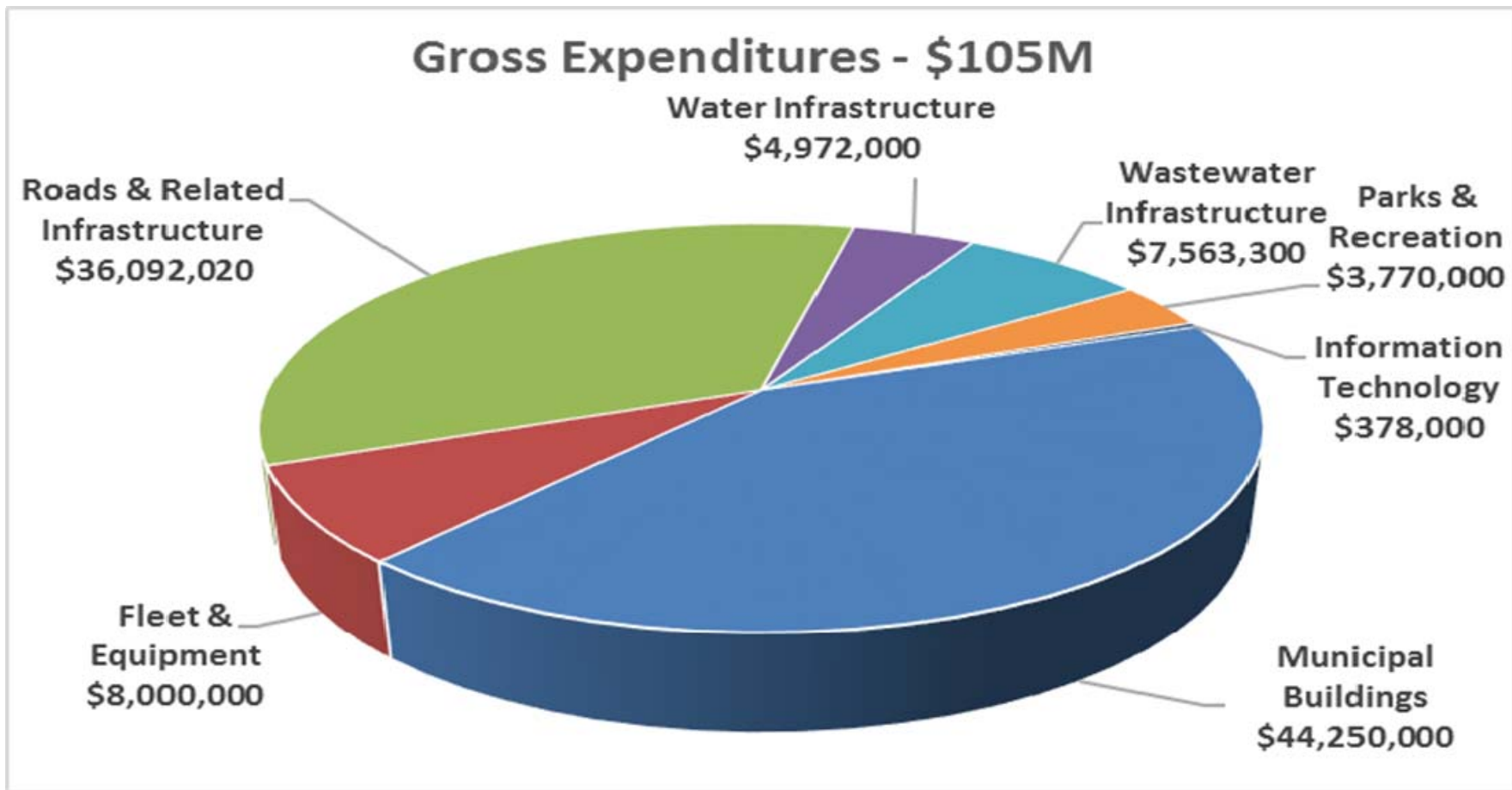


Key Projects for 2018

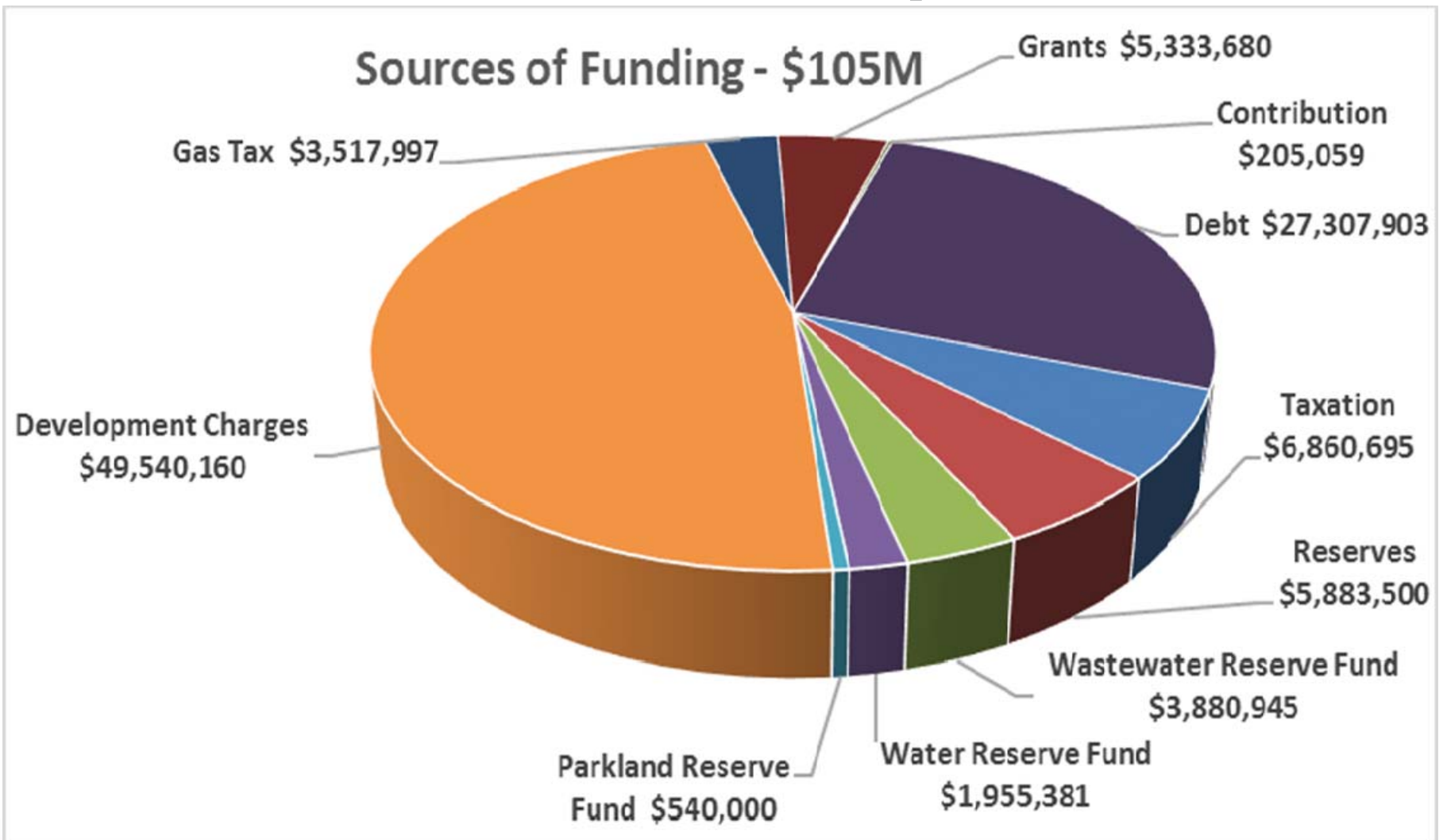
Project	Gross Expenditure
Craig Road	\$400,000
Fire Stn 2 – New Construction & Furnishings	300,000
Water Meter Replacement program	300,000
Midhurst Pavilion (carry forward from 2017)	280,000
Replace #18 Tandem (2006)	260,000
Elmvale WWTP – Aeration Blowers	254,000
Elmvale WWTP – concrete repairs for aeration and digester tanks	250,000
Inflow and Infiltration abatement program	250,000



Draft Six Year Capital Plan



Draft Six Year Capital Plan



2018 Water & Wastewater Operating Budgets

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Wastewater Rate Supported Operating Budget	\$ Millions
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Impact on Typical Residential User

	2017	2018	Increase \$	Increase %
Water (Base + Volume)	\$597.98	\$597.98	-	-
Wastewater (Base + Volume)	806.62	836.82	30.20	3.7%
Total Water & Wastewater	\$1,404.60	\$1,434.80	\$30.20	2.2%
Total per month	\$117.05	\$119.57	\$2.52	2.2%

Average residential user consumes 220 m3 per year



Budget Timelines

- **November 15, 2017 (Regular Council Meeting):**
Draft 2018 Consolidated Budget officially tabled
- **November 27, 2017 (Special Council Meeting)**
Budget Deliberation Meeting #1
- **November 29, 2017 (Special Council Meeting)**
Budget Deliberation Meeting #2



Budget Timelines

- **December 4, 2017 (Special Council Meeting):**
Budget Deliberation Meeting #3
- **December 6, 2017 (Special Council Meeting);**
Budget Deliberation Meeting #4
- **December 20, 2017 (Special Council Meeting):**
Adoption of 2018 Consolidated Budget



Items for Council's Consideration

- THAT the draft 2018 Tax Based Operating Budget as presented, be referred to the Special Budget Meetings of Council for deliberation and consideration;
- THAT the draft 2018 Water Operating Budget as presented, be referred to the Special Budget Meetings of Council for deliberation and consideration;
- THAT the draft 2018 Wastewater Operating Budget as presented, be referred to the Special Budget Meetings of Council for deliberation and consideration;



Items for Council's Consideration

- THAT the draft 2018 Capital Budget as presented, be referred to the Special Budget Meetings of Council for deliberation and consideration; and
- THAT the 2018 policing charge increase to \$226 per property for all properties except for farmland and managed forest properties which will be charged \$118 per property.

