

# 2019 Budget Summary

## Update from the Mayor and Council

<b>2019 Tax Allocation</b>	<b>Total 2019</b>
Total Taxation collected in 2019	\$15,942,948
Upper Tier Taxes remitted to County	<b>-\$5,938,272</b>
Education Tax collected and remitted to School Boards	<b>-\$3,866,667</b>
Balance of taxes for Township use	\$6,138,009
Other Revenues (Interest, Property Assessment changes)	\$237,000
<b>Total Revenue for 2019</b>	<b>\$6,375,009</b>
Net Revenue from Grants, Investments, Fees etc.	\$1,413,376
<b>Available for Municipal Use (Capital and Operations)</b>	<b>(a) \$7,788,385</b>

2019 Capital Expenses listed by its Funding Source	Funded from Taxes	Grants	Dvlp. Charges	Debt	Various Reserve	Other	Total	Status of Work
Equipment purchased for Fire Dept. (Radios, Gear etc.)	\$34,000					\$80,500	\$114,500	Complete in early 2020
Software for Accounting, and Public Works (added accountability)					\$165,250		\$165,250	Complete in mid 2020
Expenses for upgrades to Municipal Water system					\$68,700		\$68,700	Unexpected Breakdowns resulted in deferral of many projects
Various Expenses for Waste Water maintenance					\$6,000		\$6,000	Complete
Software for Building Dept.					\$15,500		\$15,500	Complete by May 2020
Update Official plan and Zoning Bylaws	\$17,500				\$32,500		\$50,000	Complete 2020-2021
Replace damaged guiderails for safety and reduced liability	\$50,000				\$40,500	\$65,000	\$155,500	Complete
Bridge 14 replacement	\$67,000				\$383,000	\$120,000	\$570,000	Complete
New Culverts—Township wide to reduce flooding		\$177,454			\$342,546		\$520,000	Work Continues in 2020
Bridge 21 Embankment Stabilization		\$95,000			\$95,000		\$190,000	Complete
Road Ditching & resurfacing existing roads (to extend road life and reduce flooding)					\$810,000		\$810,000	Complete
New Plow Truck -T10 - On Order (old truck in very bad condition)					\$280,000		\$280,000	Receive in 2020
Municipal Office repairs (necessary Roof replacement, LED Retrofit to reduce hydro and maintenance costs, AC Improvements, Security upgrades, etc.)					\$145,000		\$145,000	In Progress
Municipal Office Accessibility (as required by Province)		\$34,320			\$18,480		\$52,800	In Progress
Everett Concrete Sidewalk repairs (public safety measures)	\$20,000	\$47,355			\$20,000		\$87,355	Complete
Hot Box (pothole repairs)					\$45,000		\$45,000	Complete
Truck water tanks (3 tanks over 3 years, old tanks did not meet safety standards)					\$54,000		\$54,000	In Progress
Road Needs Studies (for service levels as required by the Province)			\$2,700		\$47,300		\$50,000	In Progress
Rosemont Playground Equipment		\$55,900					\$55,900	Complete
<b>Total Capital Expenses and its Funding Source</b>	<b>(b) \$188,500</b>	<b>\$410,029</b>	<b>\$2,700</b>	<b>\$0</b>	<b>\$2,568,776</b>	<b>\$265,500</b>	<b>\$3,435,505</b>	
<b>Remaining Taxes Available for Municipal Operation</b>	<b>(a-b) \$7,599,885</b>							

**2019 Operating Budget**

Department / Cost Center	2019	2019
	Budgeted	YTD Actual
MUNICIPAL TAXATION (Write off)	\$31,000	\$47,950
COUNCIL	\$236,061	\$212,310
ADMINISTRATION	\$1,153,540	\$1,093,154
CLERKS	\$267,800	\$186,167
ELECTIONS	\$31,000	\$31,000
I.T.	\$137,600	\$127,936
FIRE	\$1,070,200	\$912,671
BUILDING	\$168,542	\$63,013
BY-LAW	\$132,900	\$120,270
PUBLIC WORKS - ROADS	\$3,581,627	\$3,129,195
PUBLIC WORKS - MISC	\$242,250	\$314,082
PLANNING	\$445,250	\$170,382
COMMITTEE OF ADJUSTMENT	\$9,975	\$6,073
PARKS & REC	\$92,140	\$74,323
<b>Total Expenses</b>	<b>\$7,599,885</b>	<b>\$6,488,526</b>

**\*Year end adjusting entries will change the 2019 Actual numbers**

**Notes:**

- ◆ Reserve Accounts—this account consists of taxes collected for projects that were not completed by past Councils. Some of this has now been allocated to complete projects
- ◆ Paving project on Adjala Tecumseth Townline to be completed in summer of 2020
- ◆ Commercial, Industrial and Institutional water rates increased to \$7.72/m<sup>3</sup> (as per the recent water and waste water rate study) - Potential effective date will be July 1, 2020

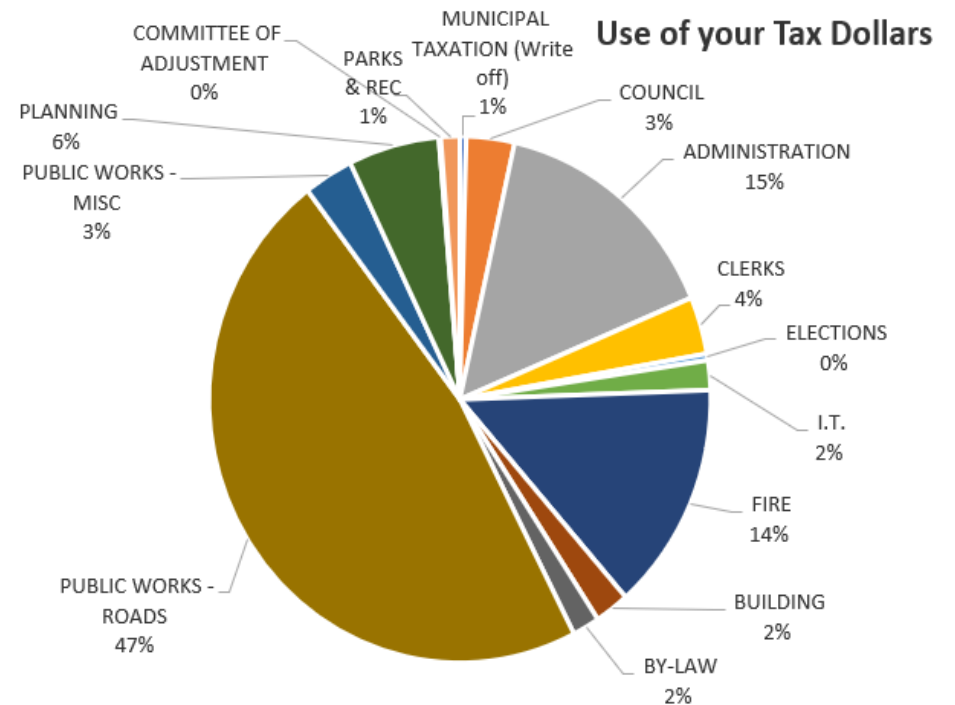
**Current Township Debt (carried over from past terms of Council due to development decisions)**

- ◆ As per latest Audited Statement received after the 2018 elections, Council was informed of \$626,561 in doubtful debts from previous years. Township Staff will be diligently working to recover the debt
- ◆ Township acquired a Debt of \$5 Million from Infrastructure Ontario in 2009 for Water wells, this debt will be paid up in 2029. The Township makes an annual Debt Retirement payment \$385,392— (outstanding debt as at December 31, 2020 will be \$2,812,909)
- ◆ The Township has been subsidizing high municipal water and wastewater rates through general taxation
- ◆ It is estimated that in 2020 the accumulated internal debt for wastewater will amounts to \$663,299— current subsidized Sewer rate charged to users is \$1,314—actual 2019 cost (per the recent water and waste water rate study) should be \$2,594—(Sewer Fund borrowed from Taxation as of December 31, 2020)
- ◆ It is estimated that by 2020 the accumulated internal debt for water will amount to \$2,716,109— current subsidized Water rate charged to users to users \$4.54 m<sup>3</sup>—actual 2019 cost (rate as per the recent water and waste water rate study) should be \$7.72/m<sup>3</sup>—(Water Fund borrowed from Taxation as of December 31, 2020)

**Total Existing External & Internal Debt including Doubtful Debts**

- ◆ Potential New Development in the Township will add minimum additional \$1.7 Million to the Township debt as per developers most recent sustainability report to Township

**Potential Debt with proposed Development**



Fixed Township Operating Costs	
<b>Balance</b>	Budgeted Salaries, Mandatory Employment Related Costs (*MERCs), and **Benefits of all Township staff
\$626,561	\$4,208,093
\$2,812,909	Salaries and Benefits Council (included above)
	\$190,144
	Salaries Fire Department only Volunteer Firefighters (included above)
	\$360,200
	O.P.P Services (Separate Levy)
	\$1,530,380
\$663,299	Library services New Tecumseth, Essa and Clearview \$23,330 - Grant \$13,821
	\$9,503

*\*MERCs = WSIB, EI, CPP, EHT, OMERS Pension, \*\*Health and Dental*

**Good News**

We are pleased to announce that high speed Internet is now available for residents in Glencairn, Ward 1, part of Ward 2—from Highway 9 to 10th Sideroad. New Towers are being proposed in other areas to cover the Township.

\$6,818,878  
\$1,700,000  
**\$8,518,878**