

# 2023 Budget Booklet

June 1, 2023

# 2023 Township Budget Summary

Revenue	Amount
Taxation	2,745,003
Payments in Lieu	15,920
Municipal Drains	40,000
Provincial Gov't	1,131,548
Federal Gov't	102,530
Fees & Service Charges	112,400
Other Revenue	136,188
Capital Lease	189,000
Debt	477,870
Revenue from Reserves	384,450
County & School Boards	2,157,795
<b>Total Revenue</b>	<b>7,492,704</b>

Expenditures	Amount
General Government	726,955
Council	112,520
Building Inspection	32,100
Policing	400,000
Fire Protection	533,588
Animal Control / Livestock / Drains & Planning	127,550
Waste Management	306,606
Recreation	43,790
Library	24,250
Public Works	3,027,550
County & School Boards	2,157,795
<b>Operating &amp; Capital Expenditures</b>	<b>7,492,704</b>

# Budget Comparison

	BUDGET		
	2023	2022	
<b>OPERATING</b>			
General Government	599,455	684,870	
Council	112,520	109,200	
Policing, Police Service Board & Health & Safety	400,000	407,420	
Fire Protection	305,388	326,665	
Building Inspection	32,100	26,800	
Animal Control	2,900	2,900	
Livestock	6,350	6,350	
Drains & Planning	118,300	246,300	
Waste Management	306,606	284,050	
Recreation	43,790	43,790	
Library	24,250	22,100	
Public Works	1,195,250	1,131,000	
<b>TOTAL OPERATING EXPENDITURES</b>	<b>3,146,909</b>	<b>3,291,445</b>	<b>(144,536)</b>
<b>CAPITAL</b>			
Capital Expenditures	1,927,000	1,786,014	
Debt Repayment	261,000	156,001	
<b>TOTAL CAPITAL EXPENDITURES</b>	<b>2,188,000</b>	<b>1,942,015</b>	<b>245,985</b>
<b>REVENUE</b>			
Government Grants	(1,234,078)	(1,640,694)	
New Debt	(666,870)	(287,400)	
Contribution from Reserves	(384,450)	(613,740)	
Fees & Charges	(112,400)	(55,500)	
PIL's	(15,920)	(14,900)	
Drains	(40,000)		
Other Revenue	(136,188)	(178,055)	
<b>TOTAL REVENUE</b>	<b>(2,589,906)</b>	<b>(2,790,289)</b>	<b>200,383</b>
<b>TOTAL MUNICIPAL LEVY REQUIREMENTS</b>	<b>2,745,003</b>	<b>2,443,171</b>	<b>301,832</b>

<b>2023 Budget Increase</b>	<b>301,832</b>
<b>Less: Growth</b>	<b>(54,858)</b>
	<b>246,974</b>

<b>Levy Increase</b>	<b>9.89%</b>
----------------------	--------------

# Capital Budget - 2023

DEPARTMENT / ITEM	PROPOSED BUDGET	FUNDING								Total
		Reserves	Fire Levy	Taxation	Sale Proceeds	Capital Lease	Debt	OCIF	CCBF	
<b>ADMINISTRATION</b>										
New Phone System	9,000.00	9,000.00								9,000.00
IT Disaster Recovery Plan	4,000.00	4,000.00								4,000.00
Email Security	4,000.00			4,000.00						4,000.00
Accounting Software	109,000.00	94,350.00		14,650.00						109,000.00
Strategic Plan	1,500.00			1,500.00						1,500.00
<b>TOTAL ADMIN</b>	<b>127,500.00</b>	<b>107,350.00</b>	<b>-</b>	<b>20,150.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>127,500.00</b>
<b>FIRE</b>										
Fire Suits (2)	8,000.00		8,000.00							8,000.00
Boots (3) pair	2,500.00		2,500.00							2,500.00
Hoses	1,000.00		1,000.00							1,000.00
Nozzles 1 1/2"	1,000.00		1,000.00							1,000.00
Helmets (8)	2,400.00		2,400.00							2,400.00
Booster Pack	400.00		400.00							400.00
Power Tools	1,500.00		1,500.00							1,500.00
Hose Bags (6)	2,400.00		2,400.00							2,400.00
Forceable Entry Tool	10,000.00	10,000.00	-							10,000.00
Generator	10,000.00		10,000.00							10,000.00
SCBA's	189,000.00					189,000.00				189,000.00
<b>TOTAL FIRE</b>	<b>228,200.00</b>	<b>10,000.00</b>	<b>29,200.00</b>	<b>-</b>	<b>-</b>	<b>189,000.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>228,200.00</b>

# Capital Budget – 2023 (cont'd)

DEPARTMENT / ITEM	PROPOSED BUDGET	FUNDING								
		Reserves	Fire Levy	Taxation	Sale Proceeds	Capital Lease	Debt	OCIF	CCBF	Total
<b>ROADS</b>										
<b>Vehicles</b>										
Grader (Replace V27)	500,000.00				75,000.00		425,000.00			500,000.00
<b>Sub-Total Roads Equipment</b>	<b>500,000.00</b>	-	-	-	<b>75,000.00</b>		<b>425,000.00</b>	-	-	<b>500,000.00</b>
<b>Road Construction / Rehabilitation</b>										
South McNaughton - Butler to Bonnechere - Various V	150,000.00						52,870.00		97,130.00	150,000.00
South McNaughton Culverts	10,000.00							10,000.00		10,000.00
Lynch Road - 1	235,000.00							235,000.00		235,000.00
Lynch Road - 2	8,000.00							8,000.00		8,000.00
Lynch Road - 3	16,000.00							16,000.00		16,000.00
Lynch Road - Culvert	140,000.00							140,000.00		140,000.00
Culhane Road - Surface Treatment Work	315,000.00	100,000.00						215,000.00		315,000.00
Cheese Factory Road- Return to Gravel	12,300.00							12,300.00		12,300.00
Capital Maintenance Program	100,000.00	100,000.00								100,000.00
<b>Total Roads Construction / Rehabilitation</b>	<b>986,300.00</b>	<b>200,000.00</b>	-	-	-		<b>52,870.00</b>	<b>636,300.00</b>	<b>97,130.00</b>	<b>986,300.00</b>
<b>Remdiation / Culvert Maintenance Program</b>										
South McNaughton Remediation	6,200.00				6,200.00					6,200.00
Lynch Road - 1 Remediation	15,700.00				15,700.00					15,700.00
Lynch Road - 2 Remediation	750.00				750.00					750.00
Lynch Road - 3 Remediation	16,300.00				16,300.00					16,300.00
Culhane Road - Remediation	7,500.00				7,500.00					7,500.00
Cheese Factory Road- Remediation	2,650.00				2,650.00					2,650.00
NEW Culvert Replacement Program	35,900.00				35,900.00					35,900.00
<b>Total Remediation / Culvert Maintenance Program</b>	<b>85,000.00</b>	-	-	<b>85,000.00</b>	-		-	-	-	<b>85,000.00</b>
<b>TOTAL ROADS</b>	<b>1,571,300.00</b>	<b>200,000.00</b>	-	<b>85,000.00</b>	<b>75,000.00</b>	-	<b>477,870.00</b>	<b>636,300.00</b>	<b>97,130.00</b>	<b>1,571,300.00</b>
<b>DEBT REPAYMENT</b>										
5 Year Loan IO	52,000.00				52,000.00					52,000.00
10 Year Loan IO	103,000.00				103,000.00					103,000.00
20 Year Loan IO	106,000.00				106,000.00					106,000.00
<b>TOTAL DEBT REPAYMENT LIMIT</b>	<b>261,000.00</b>	-	-	<b>261,000.00</b>	-	-	-	-	-	<b>261,000.00</b>
<b>TOTAL CAPITAL BUDGET</b>	<b>2,188,000.00</b>	<b>317,350.00</b>	<b>29,200.00</b>	<b>366,150.00</b>	<b>75,000.00</b>	<b>189,000.00</b>	<b>477,870.00</b>	<b>636,300.00</b>	<b>97,130.00</b>	<b>2,188,000.00</b>

# Reserves & Deferred Revenue Forecast- 2023

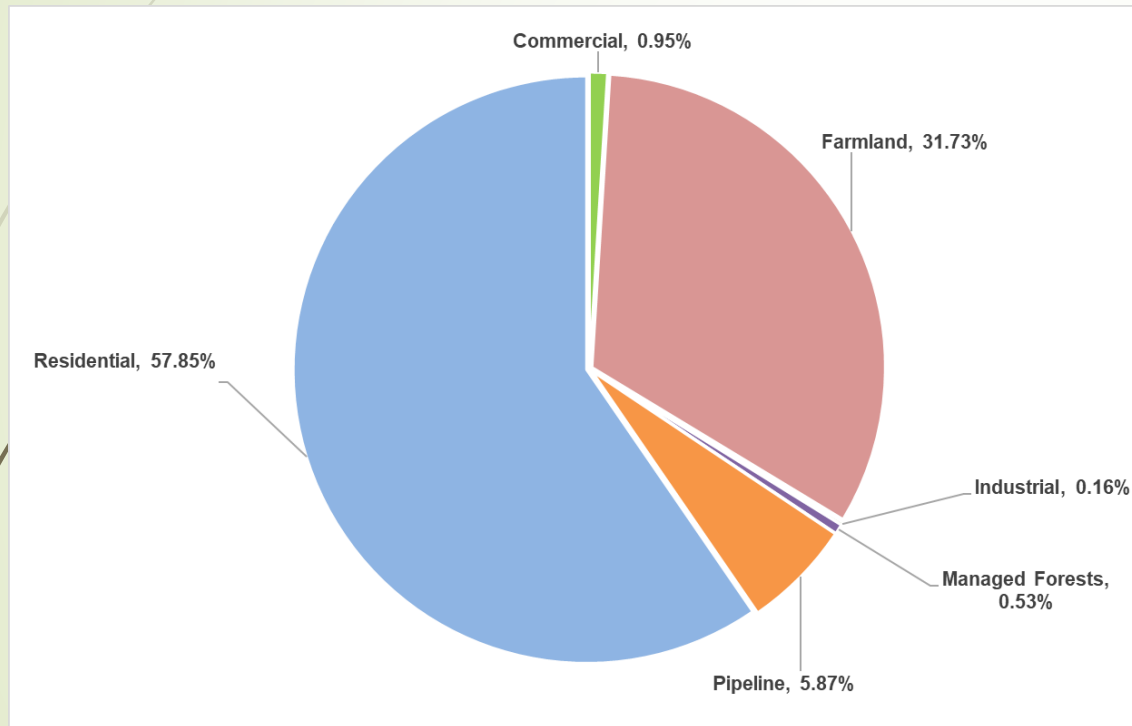
DISCRETIONARY RESERVES					
GL Acct #	Description	Balance as of 12/31/2022	Additions	Withdrawals	Estimated Balance as of 12/31/2023
20-20-220	Working Capital	231,533.43	63,266.00	(200,000.00)	94,799.43
20-20-227	Capital	368,896.65			368,896.65
20-20-231	Fire - Dry Hydrant	9,858.21			9,858.21
20-20-236	Waste Management	29,425.00			29,425.00
20-20-238	Survey - Fire Hall	5,011.52			5,011.52
20-20-240	One Time Funding	107,961.61		(107,350.00)	611.61
20-20-244	WIP Reserve	28,917.64			28,917.64
	Roads Reserve - Equipment	-	10,000.00		10,000.00
20-20-245	Roads Reserve - Vehicles	43,079.50	10,000.00		53,079.50
20-20-246	Reserve - Paved / Gravel Roads	33,171.96	50,000.00		83,171.96
	Weather Contingency Reserve	-	20,000.00		20,000.00
20-20-247	Fire Reserve - Equipment	20,028.73		(20,000.00)	28.73
	Fire Reserve - Vehicles	-	25,000.00		25,000.00
	Fire Reserve - Building	-			-
	Reserve - Election	-	7,000.00		7,000.00
<b>TOTAL DISCRETIONARY RESERVES</b>		<b>877,884.25</b>	<b>185,266.00</b>	<b>(327,350.00)</b>	<b>735,800.25</b>

# Reserves & Deferred Revenue Forecast – 2023

(Cont'd)

<b>DEFERRED REVENUE</b>					
<b>GL Acct #</b>	<b>Description</b>	<b>Balance as of 12/31/2022</b>	<b>Additions</b>	<b>Withdrawals</b>	<b>Estimated Balance as of 12/31/2023</b>
20-20-239	Cannabis Reserve Fund	19,414.88			19,414.88
20-20-241	Safe Restart	29,000.00			29,000.00
<b>TOTAL DEFERRED REVENUE</b>		<b>48,414.88</b>	<b>-</b>	<b>-</b>	<b>48,414.88</b>
<b>OBLIGATORY RESERVES</b>					
<b>GL Acct #</b>	<b>Description</b>	<b>Balance as of 12/31/2022</b>	<b>Additions</b>	<b>Withdrawals</b>	<b>Estimated Balance as of 12/31/2023</b>
	Canada Community Building Fund (CCBF)	24,830.45	97,130.00	(97,130.00)	24,830.45
	Ontario Community Infrastructure Fund (OCIF)	275,652.38	579,200.00	(636,300.00)	218,552.38
<b>TOTAL OBLIGATORY RESERVES</b>		<b>300,482.83</b>	<b>676,330.00</b>	<b>(733,430.00)</b>	<b>243,382.83</b>
<b>TOTAL RESERVES</b>		<b>1,226,781.96</b>	<b>861,596.00</b>	<b>(1,060,780.00)</b>	<b>979,183.08</b>

# 2023 Property Assessment



Category	2022 Roll For Tax Year 2023	Frequency of RTC/RTQ at Time of Roll	Total Assessment (%) as Time of Roll
Commercial	4,640,600	47	0.95%
Farmland	154,590,100	655	31.73%
Industrial	797,400	17	0.16%
Managed Forests	2,592,600	33	0.53%
Multi-Residential	-	0	0.00%
Pipeline	28,600,000	2	5.87%
Residential	281,755,500	1829	57.85%
	<b>472,976,200</b>	<b>2,583.00</b>	<b>97.09%</b>
Exempt	14,189,100	63	2.91%
<b>TOTAL</b>	<b>487,165,300</b>	<b>2,646</b>	<b>100.00%</b>

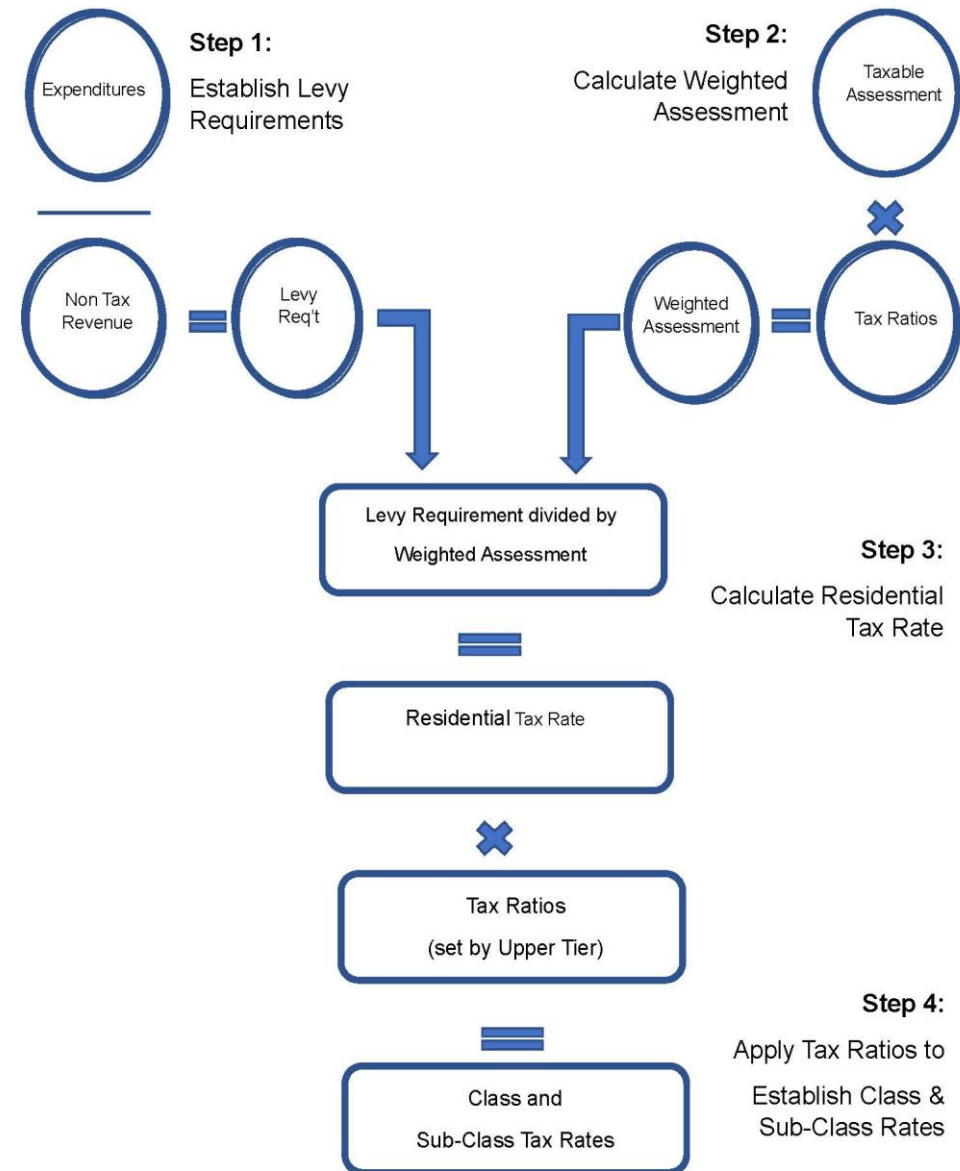


# Property Tax -101

- Municipal Property Assessment Corporation (MPAC) determines:
  - If properties are entitled to be exempt from taxation
  - Determines assessed values (a.k.a. current value assessment)
  - Classifies properties. Seven (7) main categories: residential, multi-residential, commercial, industrial, pipeline, farm and managed forest
  - Prepare and delivery an annual assessment roll for municipalities
  - Defend assessment appeals
- Municipalities determine the revenue requirements to pay for municipal services
- Property tax rate made up of three (3) components: lower tier, upper tier & province (education)
- To calculate property tax payable:

$$\text{Assessed value} \times \text{Tax rate} = \text{Tax owing}$$

# Tax Rate Calculation Process



# Impact on Residential Taxpayer

Residential (RT) Assesment Rate Comparison				
		2022	2023	<i>% Incr/-decr.</i>
Township		0.00675592	0.00742786	9.95%
County		0.00381620	0.00382148	0.14%
School		0.00153000	0.00153000	0.00%
<b>Total Tax Rate per \$1 of assessment</b>		<b>0.01210212</b>	<b>0.01277934</b>	5.60%

**The expected impact on the average single family detached home is an annual increase of \$138.42 or \$11.54 per month.**

				Annual Increase	Monthly Increase
Avg Assessment (RT)		\$206,000	\$206,000		
		2022	2023		
Township		1,391.72	1,530.14	138.42	11.54
County		786.14	787.22	1.08	0.09
Education		315.18	315.18	-	
<b>Total Tax Bill</b>		<b>2,493.04</b>	<b>2,632.54</b>	<b>139.50</b>	<b>11.63</b>

# Final Tax Rates – 2023

CLASS		TOWN RATES	COUNTY RATES	EDUCATION RATES	TOTAL TAX RATES	SCHOOL RATES			
						ENGLISH PUBLIC	FRENCH PUBLIC	ENGLISH SEPARA	FRENCH SEPARA
Residential (RG, RF, RH)	RT	0.00742786	0.00382148	0.00153000	0.01277934				
Multi Residential	MT	0.01443679	0.00742743	0.00153000	0.02339422				
New Multi-Residential	NT	0.00742786	0.00382148	0.00153000	0.01277934				
Commercial (CF, CP, CG, CH, DT)	CT	0.01347934	0.00693484	0.00880000	0.02921418	0.60165	0.02156	0.32792	0.04887
Commercial: Excess Land (CY)	CU	0.01347934	0.00693484	0.00880000	0.02921418	0.60165	0.02156	0.32792	0.04887
Commercial: New Construction	XT	0.01347934	0.00693484	0.00880000	0.02921418	0.60165	0.02156	0.32792	0.04887
Industrial (IH)	IT	0.01832382	0.00942722	0.00880000	0.03655104	0.60165	0.02156	0.32792	0.04887
Industrial: Excess Land (IZ)	IU	0.01832382	0.00942722	0.00880000	0.03655104	0.60165	0.02156	0.32792	0.04887
Industrial: Vacant Land (IJ)	IX	0.01832382	0.00942722	0.00880000	0.03655104	0.60165	0.02156	0.32792	0.04887
Large Industrial	LT	0.02066454	0.01063148	0.00880000	0.04009602	0.60165	0.02156	0.32792	0.04887
Large Industrial - Vacant /Excess	LX	0.02066454	0.01063148	0.00880000	0.04009602	0.60165	0.02156	0.32792	0.04887
Industrial: New Construction	JT	0.01832382	0.00942722	0.00880000	0.03655104	0.60165	0.02156	0.32792	0.04887
Industrial: New Construction Excess Land	JU	0.01832382	0.00942722	0.00880000	0.03655104	0.60165	0.02156	0.32792	0.04887
Landfill	HF	0.00883222	0.00454399	0.00880000	0.02217621	0.60165	0.02156	0.32792	0.04887
Pipelines	PT	0.00989985	0.00509327	0.00880000	0.02379312	0.60165	0.02156	0.32792	0.04887
Farmlands	FT	0.00185697	0.00095537	0.00038250	0.00319484				
Managed Forest	TT	0.00185697	0.00095537	0.00038250	0.00319484				

The End