

2019 Budget – Public Presentation

11 December 2018



Objective

- Provide Public and Council with recommended budget for 2019

Public Consultation – 14 Nov 2018

Council Briefings – 25 Nov 2018

Budget Presentation (Public) – 11 Dec 2018

Budget Approval (Council) – 13 Dec 2018

Budget Submitted to Province – 14 Dec 2018



Outline

- “BLUF”
- Highlights
- Changes and pressures
- Operating Budget overview
- Water Budget overview
- Capital Plan
- Long Term outlook
- Questions



Bottom Line Up Front

- Taxes – remain at current rates
- Water rates – increase by 6%



Highlights

This budget allows us to:

- Continue to invest in Town at approx 2M per year
- Address most *forecasted* pressures in operating budget
- Take initial steps toward modernizing internal processes
- Set aside monies for *starting* to close off old projects: Old PW Facilities, Traffic study

This budget does not allow us to:

- Hire additional FTE
- Include funds for detailed planning, developing or operating new facilities
- Save significant funds for future projects



2019 - Changes

Revenues

- Property tax is 14.655M
- **Increased** LSD contribution for fire services
- Remaining revenues **flat to inflation**

Pressures

- Dumping charges
- Inflation
- **WorkSafe rates**
- Modernization
- Debt conversions
- Water supply costs

Funds available for capital investment, and savings: **3.3M**



Changes post 25 November

- Operational Budget:
 - +35K to PW for staffing offset for long term leaves
 - +20K to PW for FCA and hwy signs
 - +10K to DRT for ‘misc improvements’
 - +90K to contingency (includes 60K for HR support)
 - +52K to long term savings
- Pay as you go/Capital:
 - +150K: Hallihan Sidewalk
 - +25K: slip lane
 - -70K: 1x p/u



2019 Highlights - General

REVENUES	2016	2017	2018	2019	Change
Non-Tax Revenue	2.524	2.979	2.929	3.349	14.3%
Taxes Inside	9.570	9.437	9.384	9.548	1.7%
Taxes Outside Base Gagetown	3.973	4.793	5.037	5.107	1.4%
Community Funding Equalization Grant	.447	.513	.562	.564	0%
Total Revenues:	16.515	17.722	17.913	18.568	3.7%

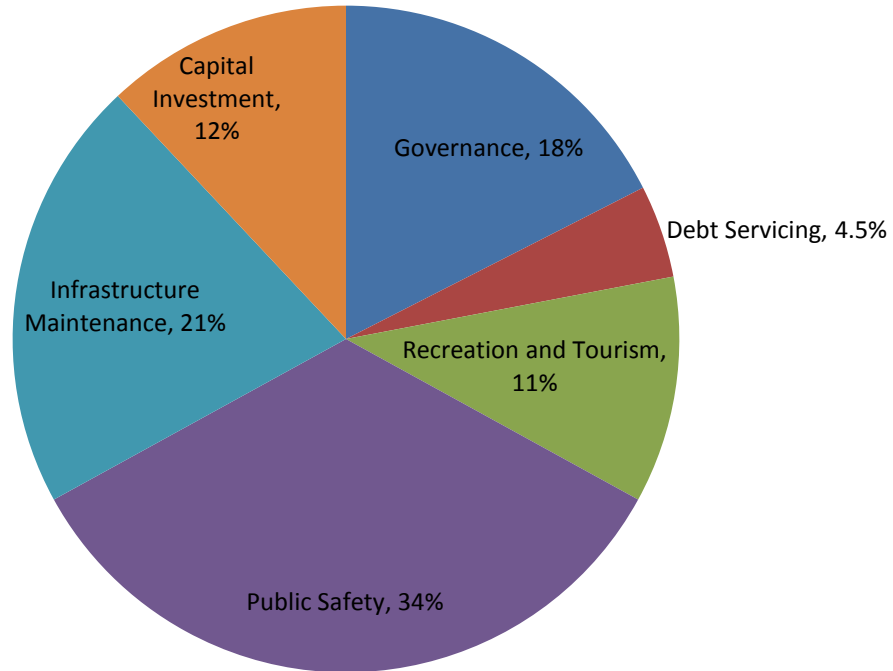


2019 Highlights - Expenses

Expenditures	2016	2017	2018	2019	Change
Governance, Planning and Development	2.674	2.781	2.807	3.414	21.6%*
Public Safety	6.062	6.269	6.182	6.325	2.3%
Infrastructure Maintenance	3.765	3.730	3.724	3.861	3.7%
Recreation	1.799	1.769	1.810	1.870	3.3%
Transfer to Capital Investments	1.966	2.899	3.052	2.282	-25%
Debt Servicing	.248	.273	.336	.816	142%



Summary



2019 Highlights - Water

REVENUES	2016	2017	2018	2019
Water Rates	2.197	2.035	2.030	2.142
Other Revenue	.640	.690	.640	.439
Total Revenues:	2.838	2.725	2.671	2.581
Expenditures	2016	2017	2018	
Environmental/Health Services	2.592	2.111	1.773	2.088
Financing	.128	.128	.128	.124
Transfer to Water Capital	.118	.487	.770	.369
Total	2.838	2.725	2.671	2.581



2019 Capital Budget Priorities

	2018	2019
Paving and Road Construction	1.085M	870K
Water and Sewer (includes paving)	1.2M	979K
Equipment	100K	0
Building Maintenance	0	219K
Parks and rec facilities	167K	52K
Fleet replacement	765K	1.06M
Saving for future facilities	931K	104K



Capital Program

- Paving, new construction and water:
 - Finnamore
 - Cowichan
 - Hersey
 - MacDonald – Water system upgrade
- Building Maint – Library life cycle repairs
- Fleet – Fire Pump, 1 x new P/U, Hy Equipment
- Parks and Rec – minor upgrades



Long term outlook

- Tax rates: current level of capital investment unsustainable by 2020/2021 without growth
- Water rates: potential for additional increases pending costs
- Long term projects priorities remain:
 - Library/community center/Rink
 - Fire Station

