

2017 PROPOSED BUDGET

PUBLIC MEETING

Township of Puslinch
January 12, 2017

Today we will discuss...

1. The budget process.
2. What do property taxes pay for in the Township?
3. How the budget has changed from 2016
4. The impacts of the proposed budget on taxpayers
5. What is included in the operating budget
6. The 2017 Capital Budget and Long-Term Forecast
7. The Township's Discretionary and Restricted Reserves

Where are we in the budget process?

- September – Budget Development by Department Heads
- October 12th – Present Draft Capital Budget to Council
- October 26th – Present Draft Operating Budget to Council
- December 7th – Present Revised Budgets to Council
- **January 12th – Public Information Meeting**
- Council Adoption of 2017 Budget

Property Tax Allocations

For each dollar of property taxes collected, the Township receives 17 cents.

	% of Total Tax Bill
Township	17%
County	64%
Education	19%
Total	100%

Property Tax Allocations

76% of the Township's proposed tax levy funds the operating budget.

	Tax Levy	Percentage Share
Capital	\$840,866	24%
Operating	\$2,642,213	76%
Total	\$3,483,079	100%

What services does the Township provide?

- Parks and Recreation
 - Parks, Optimist Recreation Centre, Puslinch Community Centre
- Fire and Rescue Services
- Public Works (Roads and Related Services)
- By-law Enforcement
- Planning and Development
- Building Services
- General Government
 - Includes: Council and Committees, Corporate costs and Finance

Proposed Budget Results in a Tax Levy Decrease of \$13,546 or 0.39%

Description	2016 Approved	2017 Proposed	\$ Change from 2016	% Change from 2016
Capital Tax Levy	\$815,970	\$840,866	\$24,896	3.05%
Operating Tax Levy	\$2,680,655	\$2,642,213	-\$38,442	-(1.43%)
Total Tax Levy	\$3,496,625	\$3,483,079	-\$13,546	-(0.39%)

- Capital Budget - \$24,896 Increase
 - Increasing to properly maintain Township assets, specifically roads
 - 0 contributions to capital discretionary reserves in 2016 compared to \$190,500 proposed in 2017.
- Operating Budget – \$38,442 Decrease
 - Increase of various revenue line items based on 2016 actuals
 - Decrease in expense line items based on cost savings and organizational structure changes.
 - Includes a Cost of Living Adjustment (COLA) of 1.50% and Manulife premium increase of 4.8%

Proposed Budget Results in a Residential (RT) Tax Rate Decrease of 0.27%

Description	Taxes Levied	RT Tax Rate	% RT Change – Inc./Dec.)
2016 Approved RT Tax Rate	\$3,496,624	0.00166580	N/A
2016 RT Tax Rate based on 2017 Roll Return	\$3,496,624	0.00166774	<u>0.12%</u>
2017 Proposed RT Tax Rate based on 2017 Roll Return	\$3,483,079	0.00166128	-(0.27%)

- If Township had kept the 2017 tax levy at 2016 levels, the RT tax rate would have increased by 0.12%:
 - Industrial (IT) assessment decrease of \$23.5 million
 - Gravel Pit Reassessments effective 2017 resulted in a substantial loss of revenue for the Township.
 - IT properties are taxed at 2.4 times RT properties

Proposed Budget Results in a Tax Increase of 3% on the Median Single Family Detached Dwelling

Description	2016	2017	\$ Change from 2016	% Change from 2016
Median Assessment	\$564,000	\$582,500	\$18,500	3.28%
Yearly Township Taxes	\$939.51	\$967.69	\$28.18	3.00%
Yearly Township Taxes per \$100K of Assessment	\$161.29	\$166.13	\$4.84	3.00%

Sample Overall Tax Increase

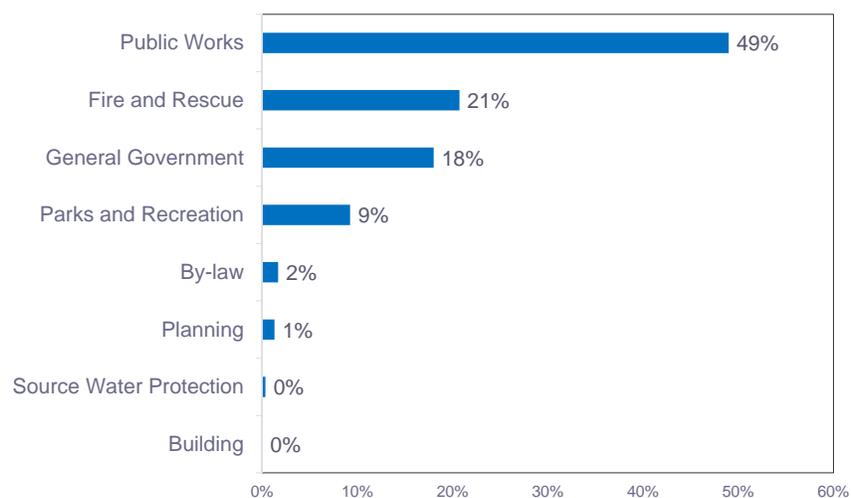
Description	% Allocation	Increase	Increase on Tax Bill
Township of Puslinch	17%	3% - Proposed	0.51%
County of Wellington	64%	3% - Assumption	1.92%
Education	19%	0% - Assumption	0%
Total			2.43 %

- The overall tax increase is more dependent on the County of Wellington and Education budgets.

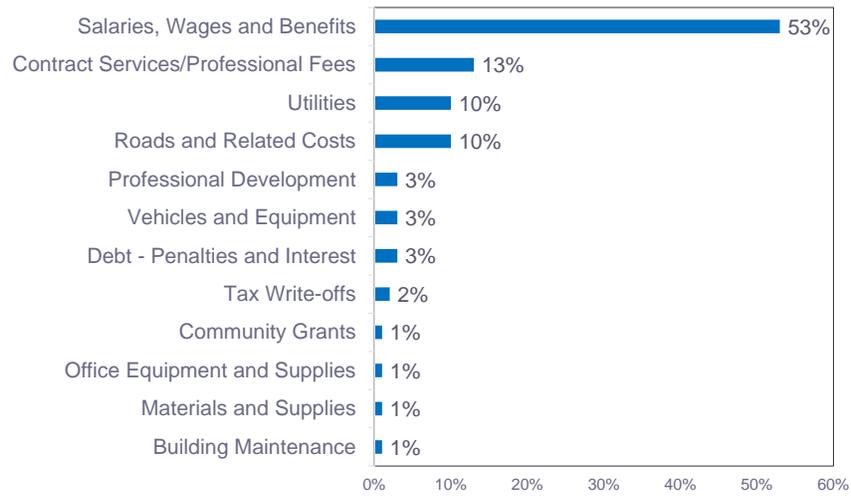
OPERATING BUDGET OVERVIEW

Note: a draft by-law which includes the Operating and Capital Budget details is available on the Township website.

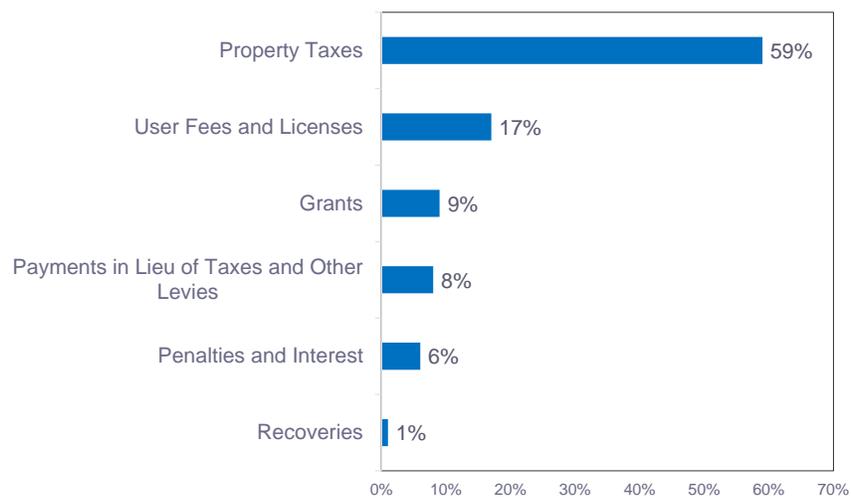
What share of the property tax does each service represent



Total Operating Expenditures by Type



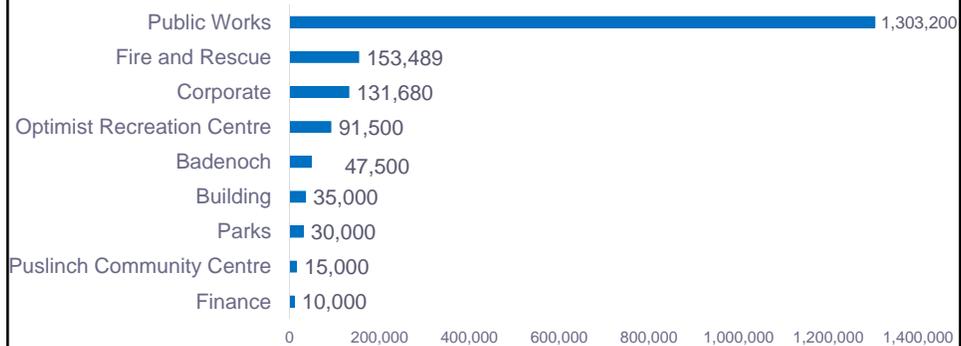
Total Operating Revenues by Type



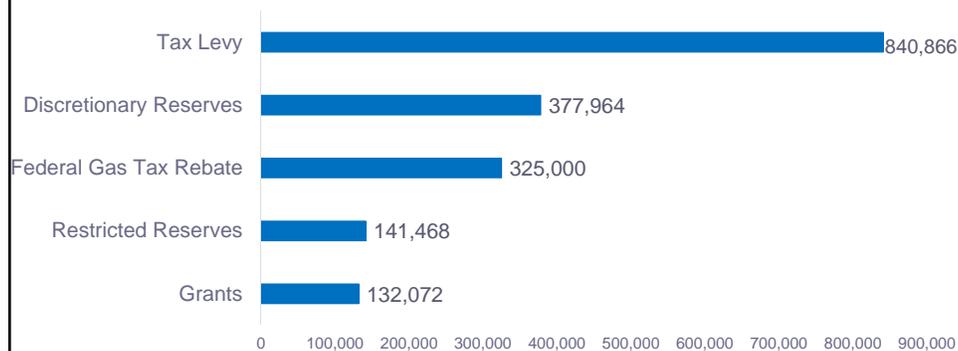
2017 CAPITAL BUDGET AND LONG-TERM FORECAST

Note: a draft by-law which includes the Operating and Capital Budget details is available on the Township website.

2017 Capital Budget by Department



2017 Capital Budget by Funding Source



2017 Capital Budget by Department

Public Works

- Bridge and Culvert Inspections - \$7,500
- Ellis Rd – 32 to Townline - \$255,000
- Nassagaweya-Puslinch Townline - \$56,000
- Pick-up truck with Plow and Salter – \$51,700
- Laird Rd (County Road 32 to Downey Road) - \$900,000
- Contribution to Capital Discretionary Reserves - \$33,000

Fire and Rescue

- Defibrillators - \$21,000
- Pick-up Truck (Intercorporate Transfer) - \$23,050
- Structural Firefighter Ensemble - \$13,655
- Extractor Washer and Dryer - \$23,784
- Computer Aided Dispatch - \$12,000
- Contribution to Capital Discretionary Reserves - \$60,000

2017 Capital Budget by Department

Corporate

- Computer Equipment - \$10,000
- Drainage Plumbing Repair – Fire - \$9,180
- Municipal Drinking Water Well System – Feasibility Study - \$75,000
- Contribution to Capital Discretionary Reserves - \$37,500

- **Optimist Recreation Centre**
- Olympia Ice Resurfacer - \$76,500
- Contribution to Capital Discretionary Reserves - \$15,000

2017 Capital Budget by Department

Badenoch

- Interior Wall/Drywall Plastering - \$7,500
- Localized Wall Repairs - \$15,000
- Window and Door Replacement - \$25,000

Building

- Vehicle for Chief Building Official - \$35,000

Parks

- Contribution to Capital Discretionary Reserves - \$30,000

Puslinch Community Centre

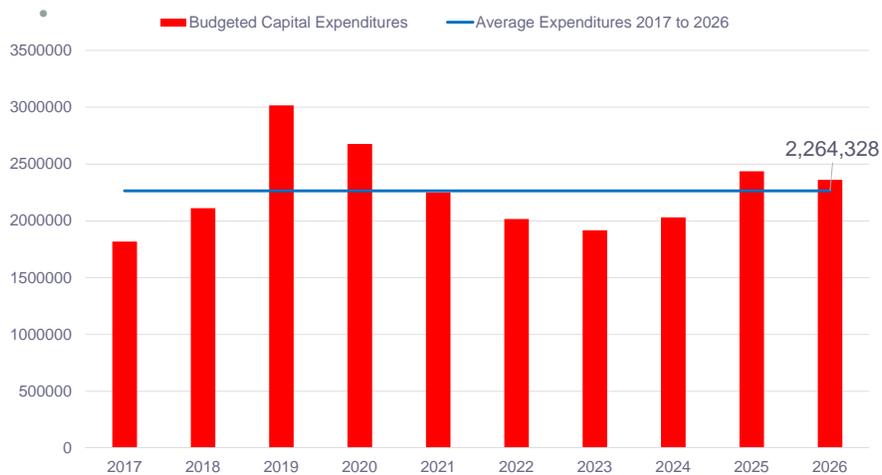
- Contribution to Capital Discretionary Reserves - \$15,000

2017 Capital Budget by Department

Finance

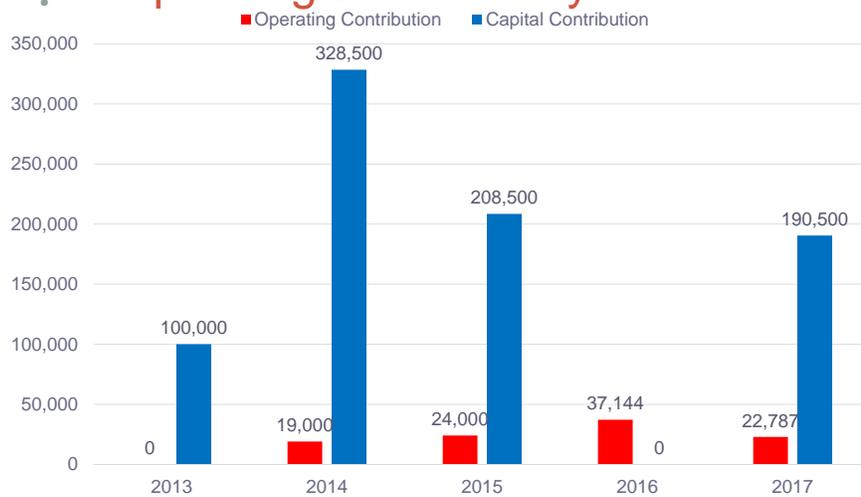
- Updates to Asset Management Plan - \$10,000

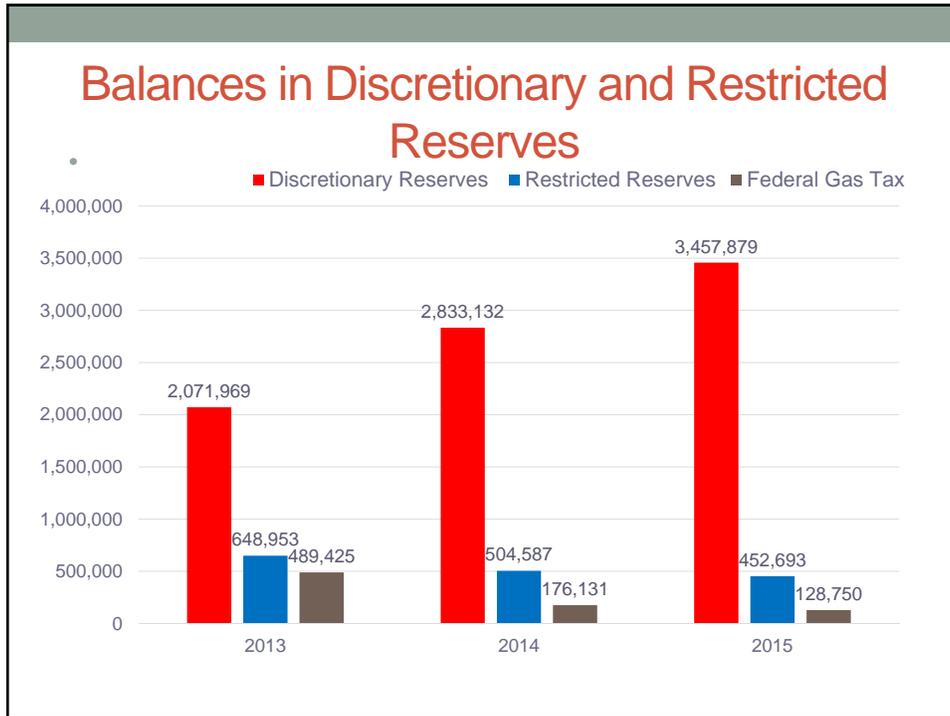
2017 Capital Budget and Forecast



DISCRETIONARY AND RESTRICTED RESERVES

Budgeted Contributions to Capital and Operating Discretionary Reserves





QUESTIONS OR
COMMENTS?
