

REPORT

To: Diane Pearce, C.A.O.

File: F05 (8501)

Date: April 13, 2010

Re: 2010 Budget

Refer to: Township Council Administration Committee Closed Session
 Administrative Budget

BACKGROUND

Council reviewed the 2010 Operating and Capital budgets for the General Rate and Service areas over a series of five Budget Review Meetings.

STATUS

OPERATING BUDGET

The 2010 final budgeted gross expenditures by general rate and special areas as a result of these meetings are as follows:

	2010	2009
General rate	\$14,125,800	\$13,722,500
Special areas:		
Loyalist East Sewer System	1,504,400	1,653,400
Fairfield Water	2,155,300	2,321,000
Bath Water	756,500	971,700
Bath Sewer	918,200	809,500
Sub-total Water and Sewer areas	5,334,400	5,755,600
Amherstview Transit	445,400	441,200
Amherst Island Ferry	2,379,400	2,525,400
Grand total special areas	8,159,200	8,722,200
Township grand total gross expenditures	\$22,285,000	\$22,444,700

The reduction in Water and Sewer area gross expenditures reflects a reduction of \$701,600 in transfers to own funds to finance capital or for contributions of operating surplus offset by an increase of \$280,400 in operating expenditures. The reduction in Amherst Island Ferry expenditures reflects the elimination of the contribution to the

Ferry Berthage fees reserve fund of \$61,500 and a net reduction in operating expenditures including a reduction of \$102,000 for fuel costs.

Changes to Operating Budget since April 12, 2010 Administration Committee Meeting:

1. 2010.72 authorizing loan from General Rate to Amherst Island Ferry Operations to eliminate budgetary deficit of \$18,000 offset by reduction in General Rate Budget contribution to Unfinanced Capital.
2. Further minor adjustments to Water and Sewer Area accounts for adjustments to internal recoveries offset by reductions to contributions to/from Own funds.
Changes to Service Area budgets reflected on attached schedule for information.

Changes to Capital Budget since April 12, 2010 Administration Committee Meeting:

As a result of discussions arising from the Development Charges Study:

1. The contribution from the Federal Gas Tax fund in 2011 towards the Salt Storage Facility project has been reduced to cover just the non growth cost with the balance provided from Development Charges Reserve Fund.
2. Addition of the following projects
 - a. Recreation – Parks – Rotary Mower in 2013 - \$20,000, 90% DC
 - b. Recreation – Recreation Services – Recreation Master Plan in 2015 - \$40,000, 50% growth, 90 % DC
 - c. Emergency Services – Fire Master Plan in 2014 - \$25,000, 50% growth, 100% DC
 - d. Planning – Odessa West Study in 2011 - \$10,000, 90% DCIn year DC funding has been assumed in each case.
3. The % Growth in the DC column has been adjusted where required to be consistent with the Development Charges study – any changes to that originally reported are highlighted in blue.

OB2010.45 addition of Transit Needs Study in Capital Budget in 2011 (although not included in DC study per April 19, 2010 Administration Committee meeting).

As a result of further changes arising from Administration Committee meeting held on April 19, 2010:

4. The Soccer Field House and Spray Pad can have the capital project reduced by \$75,000 as the spray pad is duplicated in the Outdoor Splash Pad.
5. The Fire Master Plan under General Government can be reduced to \$10,000 from \$25,000 with an even split between growth and replacement.
6. The Road Widening with a capital amount of \$350,000 should be split with 80% replacement and 20% growth. It is currently 100% growth.
7. Under Recreation, the Recreation Centre Expansion, Ice Resurfacers and Concept Plan for 2nd Pad can all be removed.

The 2010 final budgeted gross capital expenditures by general rate and special areas as a result of these meetings are as follows:

	2010	2009
General rate	\$2,796,600	\$2,973,500
Special areas:		
Loyalist East Sewer	932,400	329,000
Fairfield Water	572,700	337,000
Bath Water	454,600	417,000
Bath Sewer	3,835,100	174,000
Sub-total Water and Sewer areas	5,794,800	1,257,000
Amherstview Transit	10,000	10,000
Amherst Island Ferry		60,000
Grand total special areas	5,804,800	1,327,000
Township total gross capital expenditures	\$8,601,400	\$4,300,500

The 2010 Final Operating Budget is attached (including departmental summaries) as well as the Summary of the Ten Year Capital budget for each of the General Rate, Water and Sewer Areas and Transit and Ferry. In addition, a 2010 Budget Highlights report is attached.

RECOMMENDATIONS

1. That the 2010 Operating Budget for Township purposes in the amount of \$22,285,000 as presented in the 2010 Final Budget be adopted.
2. That the 2010 Capital Budget for Township purposes in the amount of \$8,601,400 as presented in the 2010 Final Ten Year capital budget be adopted.
3. That the attached Budget Highlights be received for information.

*ORIGINAL SIGNED BY Brenda J. Hamilton,
Director of Administrative Services*

*ORIGINAL SIGNED BY
Alida K. Moffatt, CA
Director of Finance*

*APPROVED for CAO
FOR COUNCIL CONSIDERATION*

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Non-Departmental

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