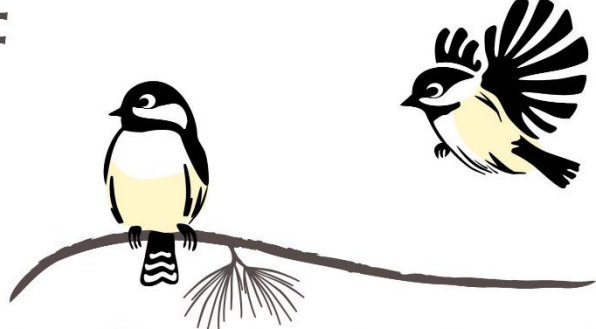


THE TOWNSHIP OF  
**SOUTH  
ALGONQUIN**

The logo features two stylized birds. One bird is perched on a dark, horizontal branch that extends from the right side of the word 'SOUTH' towards the right edge of the page. The bird has a black head and back, a white breast, and a yellow belly. The other bird is in flight, positioned to the right of the first bird, with its wings spread in a fan shape. It has a black head and back, a white breast, and a yellow belly.

Budget 2022  
February 23, 2022

# OBJECTIVE

## The Objective of this process is to:

- Meet the legislative requirements of the Municipal Act 2001
- Provide an open process that demonstrates spending
- Plan for the fiscal challenges of the Township
- Effectively manage operating expenses and capital planning
- Communicate financial plan for 2022 between council & staff
  - Revenue
  - Expenses
  - Changes Anticipated
  - Tax Rate
  - Available Funds

# NON-TAX REVENUE

REVENUE	2020 ACTUAL	2021 ACTUAL	2022 BUDGET	Explanation
GENERAL GOV	\$1,254,007	\$1,084,740	\$1,112,950	OMPF, Municipal Modernization Fund Intake 2&3
PROTECTION	\$54,576	\$64,705	\$44,600	FD Cost Recovery, MNRF Fire Agreements, Building Permits
TRANSPORTATION	\$140,516	\$202,716	\$286,430	Gas Tax , OCIF, NORDSF
ENVIRONMENTAL	\$25,873	\$25,465	\$22,500	Tipping Fees, Waste Disposal Reimbursement Programs
HEALTH SERVICES	\$32,228	\$36,869	\$36,200	Rent/ Cost Recovery EMS & Medical Center
SOCIAL SERVICES	\$9,600	\$9,600	\$9,600	Rent Resource Center
RECREATION	\$20,354	\$50,607	\$98,650	ICIP (Airy Trestle Bridge), Canada Day, Library Operating Grant
PLANNING	\$21,866	\$33,844	\$14,000	Planning Fees, Shoreline Sales
<b>TOTAL</b>	<b>\$1,559,020</b>	<b>\$1,508,546</b>	<b>\$1,624,930</b>	<b>\$ 116,384</b> more than 2021 Actual

# PARTNERSHIP FUNDS

**2022 – Decrease \$2,327**

Sources	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Budget
OMPF	\$943,400	\$962,600	\$972,300	\$989,400	\$985,500
Court Security	\$2,877	\$2,244	\$1,863	\$1,573	\$1,570
OCIF	\$50,000	\$53,476	\$51,521	\$51,521	\$119,927
Gas Tax	\$70,000	\$145,077	\$66,497	\$136,350	\$69,520
Heritage (Canada Day)	\$4,000	\$3,920	\$3,920	\$3,920	\$3,920
Totals	\$1,070,277	\$1,167,317	\$1,096,101	\$1,182,764	\$1,180,437

**2022- OMPF decreased, OCIF increased**

# GRANTS EXPECTED (APPLIED FOR)

- Municipal Modernization Intake 2 (\$45,000)
- Municipal Modernization Intake 3 (\$30,000)
- Canada Summer Jobs (\$3,500)
- Northern Ontario Resource Development Support (\$94,700)
- Library Operating (\$6,400)
- ICIP Resilience Infrastructure ( Trestle \$100,000)

# OPERATING EXPENSES

- Fuel (increased)
- Hydro (unchanged)
- Goods (increased)
- Postage (increased)
- Legal (unchanged)
- Wages (Increases)
- Policing (decreased)
- Insurance (increased)
- MPAC (decreased)
- DNSSAB (increased)

# LEVIES PAID FOR SERVICE

Agency	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Budget	Variance 2021-2022
<b>OPP</b>	\$340,102	\$333,801	\$332,150	\$325,344	\$322,647	(\$2,697)
<b>Health Unit</b>	\$19,476	\$19,283	\$21,211	\$23,060	\$23,060	\$0
<b>DNSSAB</b>	\$478,910	\$497,317	\$519,428	\$531,555	\$551,990	\$20,435
<b>Cassellholme</b>	\$105,963	\$105,578	\$109,700	\$113,579	\$113,850	\$271
<b>MPAC</b>	\$41,502	41,630	\$41,733	\$41,334	\$41,100	(\$234)
<b>TOTALS</b>	\$985,953	\$997,609	\$1,024,222	\$1,034,872	\$1,052,647	\$17,775

**2022– Increased \$17,775  
30% of Operating Expenses**

# Library Operating Budget

## Additional Library Operating Hours 2 year Pilot Program

- Currently each branch is open 12 hours/week
- Propose 4 extra hours/week in each branch ( Whitney and Madawaska)

### Objective

- Short Term objective is to monitor and report back statistical information
- Long Term objective is to position both libraries as vibrant community hubs

### Financial Impact on 2022 Budget

\$13,800 Increase in Salaries/Wages

\$1,840 Increase in Payroll Burdens

\$15,640

# Capital 2022

FUNCTIONAL AREA	PROPOSED PROJECTS	CAPITAL COSTS	FUNDING SOURCE
General Gov't	Townsuite Accounting Software	\$305,000	Modernization Efficiency Grant, MMP <sub>2</sub> , Safe Restart Covid Fund
General Gov't	File Hold Digitization Software	\$40,000	MMP <sub>3</sub> Grant, Municipal Contribution (\$10K)
General Gov't	HVAC/Office Renovation	\$25,000	Carry forward from 2021
Protection	Dry Hydrants	\$57,000	Carry forward from 2021
Rec & Culture	Airy Pedestrian Bridge	\$210,500	ICIP Grant, General Reserve Transfer
Rec & Culture	Galeairy Lk Park Privy, Park Benches	\$46,260	Carry forward from 2021
Rec & Culture	Tom & Mick Murry Park Story Boards	\$5,000	Municipal Contribution
Library	Book Shelving	\$10,000	Municipal Contribution
Total		<b>\$698,760</b>	

# Transportation Capital 2022

FUNCTIONAL AREA	PROPOSED PROJECTS	CAPITAL COSTS	FUNDING SOURCE
Transportation	McRae hay Lake Road Resurfacing	\$200,000	Gas Tax Fund, OCIF Grant
Transportation	Road Drainage Improvements	\$60,000	Gas Tax Fund
Transportation	Roads Needs Study	\$10,000	Carry forward from 2021
Transportation	Hay Creek Road Engineer Drawings	\$5,000	OCIF Grant
Total		<b>\$275,000</b>	

# HIGHLIGHTS

- October 2022 Election
- Salary and Wages for Council and staff set to accommodate a 3.7% grid increase-COLA
- Increased reserve transfers for future capital purchases
- Additional Library operating hours
- Accounting software and document digitization to provide office efficiencies
- Asset Management Plan development

# Transfers to Reserve and Reserve Funds

- **Protection**
  - SCBA \$20,000/year returned to reserve 2018-2022
  - MNRF Agreement \$20,000/year future fire apparatus
  - Future fire apparatus \$60,000
- **Transportation**
  - Truck #27 \$50,000/year returned to reserve 2018-2022
  - NORDSF \$94,727 future road reconstruction
- **Health**
  - Helipad \$3,500 for future paving project
- **Planning**
  - Official Plan \$5,500

# Transfers From Reserve

- **General Government**

- Election Reserve \$15,000 ( October 2022 election)
- General Reserve \$25,000 ( Carry forward for HVAC office renovation)
- General Reserve \$20,000 ( Carry forward for Asset Management Accounting Software)
- General Reserve \$161,750 ( 2019 Efficiency Grant for Accounting Software)
- General Reserve \$72,350 ( COVID 19 Recovery Grant for Accounting Software)

- **Protection**

- Fire Equipment Reserve \$57,000 ( Carry Forward for Dry Hydrants)

- **Transportation**

- Road Reserve \$2,000 ( Carry forward for Hay Creek Rd Design)
- Roads Reserve \$10,000 (Carry forward for Roads Needs Study)

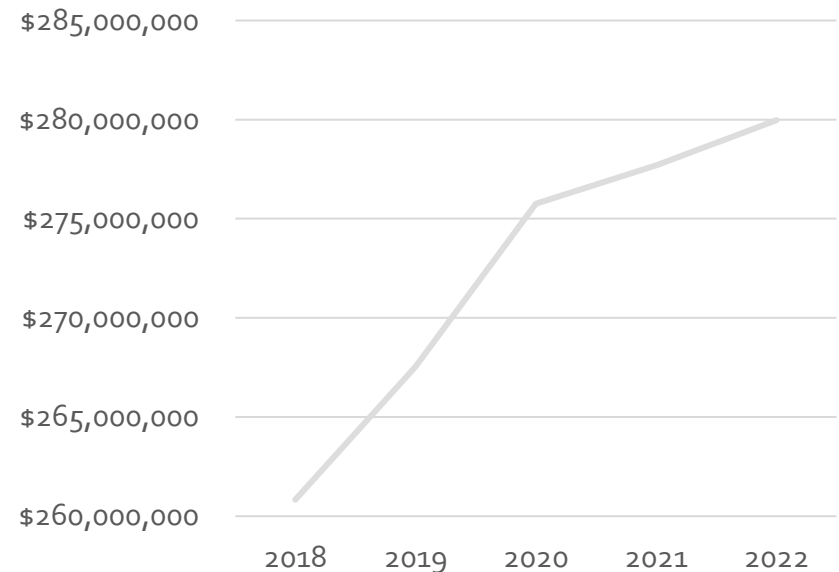
- **Recreation**

- General Reserve \$ 139,900 ( Airy Pedestrian Trestle Bridge)
- Recreation Facility/Equipment Reserve \$40,000 ( Carry Forward for Galeairy Lk Park Privy)
- Recreation Facility/Equipment Reserve \$6260 ( Carry forward for Benches)

# ASSESSMENT CHANGES

- Current Value Assessment (CVA) increase
- MPAC property reassessment delayed

Year	Assessment	Change
2022	\$279,967,200	\$2,270,400
2021	\$277,696,800	\$1,946,900
2020	\$275,749,900	\$8,210,231
2021	\$267,539,669	\$6,719,255
2018	\$260,820,414	\$7,934,389



# Assessment Distribution

Broad Tax Class Category	AT TIME OF ROLL		
	Frequency of RTC/RTQ ↓	2021 Roll for Tax Year 2022 ↓	Total Assessment (%) ↓
Commercial	66 ↓	15,732,400	5.62
Exempt	54 ↓	6,981,200	2.49
Farmland	7 ↓	385,500	0.14
Industrial	8 ↓	2,861,500	1.02
Managed Forests	32 ↓	5,093,000	1.82
Residential	1,489 ↓	248,913,600	88.91
<b>Total</b>	<b>1,656</b>	<b>279,967,200</b>	<b>100%</b>

# 2022 RESIDENTIAL TAX RATE

- Council determines the Municipal Portion of the residential rate.
- The Province sets the Education portion of the tax rate for all tax classes.
- The Municipal tax rate for all other tax classes are calculated as a ratio to the residential rate.

Class	2022 Ratio
Residential	1
Commercial	1.98
Industrial	2.63
Farmlands	0.25
Managed Forests	0.25
Commercial Excess/ Vacant reduction factor	0.0-1.0:0.7

# Residential Class Tax Impact

1 % Increase- Municipal tax rate for residential property owners

Municipal Tax Rate	2021	2022	Increase
	.00854430	.00867268	
\$ 150,000 CVA	\$1,288	\$1,300	\$12
\$ 200,000 CVA	\$1,717	\$1,735	\$18

0 % Increase- Education tax rate for residential property owners

Education Tax Rate	2021	2022	Variance
	0.00153000	0.00153000	
\$ 150,000 CVA	\$230	\$230	0
\$ 200,000 CVA	\$306	\$306	0

# FUNDING THE BUDGET

- Levy required; \$2,504,183
  - Current Levy; \$2,479,389
- Revenue Required \$24,794
  - 1 % tax increase provides \$24,794