

THE CORPORATION OF THE TOWN OF GORE BAY



HIGHLIGHTS OF THE 2017 MUNICIPAL DRAFT BUDGET

***MORE DETAILED INFORMATION WILL BE PROVIDED UPON REQUEST**

Formulation of the 2017 Budget

- Committees of council held several meetings over the past months to formulate budget items for this year
- Council has prepared a draft budget for public consultation
- Gore Bay is utilizing its recently completed Asset Management Plan for budget purposes
- Council intends to consider the 2017 budget at its regular meeting on March 13, 2017
- Our goal is to try to keep tax increases to a minimum but realizing that with inflation (currently 2.4%) our operating costs will go up
- Gore Bay has experienced a 2.8% loss of assessment applied by the Municipal Property Assessment Corporation (MPAC). This effects the overall tax rate increase. Uncontrollable increased costs combined with the loss of assessment has resulted in an increase in the municipal tax rate.

Municipal Responsibilities

1. **Town Administration (General Government)**
 - Insurance, Office Supplies, Hydro, Phone, Advertising, Computer Programming, Education
 - MPAC Fees, Legal Fees
2. **Salaries and Wages**
 - Office salaries and wages, Council Remuneration , Public Works wages, Dock wages
 - Transfer Station wages, Custodial wages, Arena wages
3. **Protection to Persons and Property** ie. Policing, Fire, Animal Control, Building Inspection
4. **Transportation**
 - Public Works, Roads, Sidewalks, Signage, Public Buildings, Airport, Street Lights
5. **Marina**
 - Maintenance & Improvements
6. **Environmental**
 - Garbage Collection; Operation of Transfer Station ; Monitoring of Old Landfill Site
7. **Health**
 - Medical Centre; Ambulance Service (DSSAB), Cemetery, Sudbury District Health Unit, Health and Safety Training, Physician Recruitment
8. **Social Services**
 - Manor, Elderly Persons Centre; DSSAB-social programs and housing
9. **Recreation and Culture**
 - Arena, Community Hall; Parks; Playground; Tennis Courts, Trails, Theatre, Library, Museum
10. **Planning and Development**
 - Planning Board, Zoning, Strategic Planning, Community Improvement Plan, Tourist Promotion, Fish Hatchery
11. **School**
 - Education Levy

Total Property Tax Bill Includes

- Municipal Operating & Capital Costs (including Library & Museum Requisitions)
- Police Costs
- Education Levy
- Manitoulin Sudbury District Social Services Administration Board Costs
- Manitoulin Centennial Manor Costs
- Manitoulin Planning Board Costs
- Council has direct control & responsibility for the Municipal Costs only but is responsible for paying ALL of these costs/levies.

Non Discretionary Levies/Costs

ITEM	LEVY	CHANGE (2017 over 2016)
• Policing	210,072 (20.44% of our levy)	- 5.35%
• DSSAB Costs	145,274 (14.27% of our levy)	- .96%
• Health Unit	31,489	- 3.12%
• Manor	23,426	+ 17%
• MPAC	12,711	- .36%
• Planning Board	6,226	+10.41%
• Transfer Station Tipping Fees	59,366	+89.56%
• Heat & Hydro	156,940	+ 4%
• Airport	9,765	+ 25%

NOTE: Town can only control 52% of its budget.

Highlights of Expenditures Included in Draft 2017 Budget

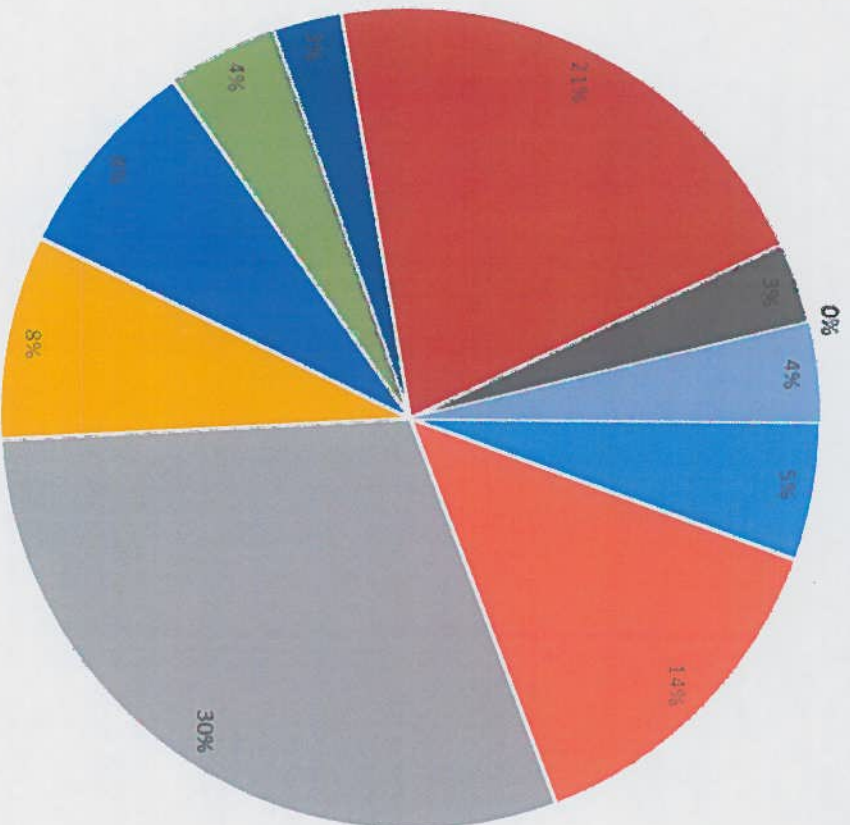
▪ Phipps Street Reconstruction (OCIF Grant/temp loan)	574,657.00
▪ Eleanor Street Reconstruction (CWWF Grant, Gas Tax Deferred Road Grants)	313,037.00
▪ Boardwalk Replacement (donation)	500,000.00
▪ New Street Reconstruction Preliminary Engineering (Deferred Road Grant)	26,800.00
▪ Hardtop Crack sealing & Line painting (taxation)	12,000.00
▪ Sidewalks (taxation)	16,000.00
▪ Medical Centre Interior Maintenance (taxation)	10,000.00
▪ Arena Doors (donation)	16,536.00
▪ Fitness Equipment (donation)	10,000.00
▪ New Swim Docks (donation)	20,000.00
▪ Pavilion Staining (deferred revenue)	8,000.00
▪ Legal (taxation)	50,000.00
▪ Trail Completion (Recreation Committee fundraising and donation)	5983.00
▪ Hiring of a Joint Economic Development Officer	3000.00

Some Expenditures Proposed but not included in this year's budget

• Recreation Director (offset by funding)	36,225.00
• Public Works Student	3,974.00
• Utility Trailer	2,865.00
• Boat & Motor	4,000.00
• By-law Officer	7,618.00
• Tower Viewer – East Bluff	4,500.00
• 2010 Ford – front plow and back rack	5340.00
• 8 Dawson windows/steps	26,546.00
• Office Student	8333.00

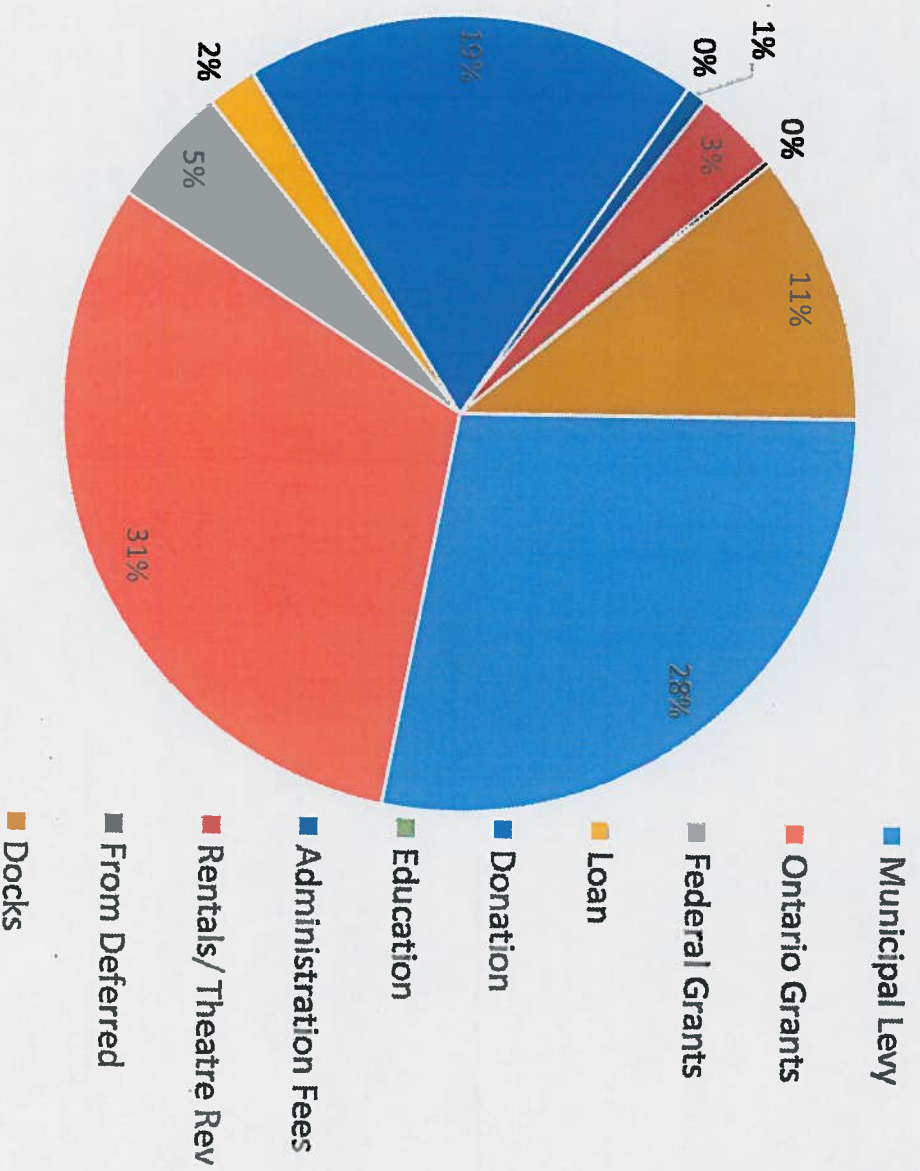
***NOTE:** These items will be deferred this year and reconsidered for the 2016 budget.

Total Budget Expenses Capital & Operating



- General Government
- Wages/Salaries
- Transportation
- Docks
- Prot Pers/Property
- Health
- Social Services
- Recreation
- Plan & Development
- School
- Environmental

Total Sources of Revenue Capital & Operating



2016 Tax Rate

2017 Total Budget	3,672,757.00	2017 Budget Levy (Difference between expenditures & revenues	1,027,513.00
2016 Total Budget	3,053,456.00	2016 Budget Levy	999,386.00
Difference In Spending	619,301.00	Difference in Levy	28,127.00
	20.3%		2.8%

- The amount levied to the taxpayer is the difference between Budgeted Revenues and Expenditures for the year referred to as the "Levy"
- This levy was arrived at by making changes totaling \$305,401 from the original proposed budget of \$1,332,914
- Represents a 2.8% levy increase over 2016
- Represents a 5.7% increase in the actual tax rate over 2016
- Realizing the effect of lowered assessment by MPAC, council made significant expenditure cuts to decrease the tax rate in an effort to lessen the burden to taxpayers as a result of reassessment
- NOTE: This is the *municipal tax rate only*

Example of Impact of Proposed 2017 Budget

Taxation Levy:			
2017 Taxation Levy			1,027,513
2016 Taxation Levy			999,386
Difference			28,127
Percentage Increase			2.81%
Loss of Assessment			2.88%
Mill Rate (based on Residential)			
2017 Mill Rate			0.015642
2016 Mill Rate			0.014799
Difference			0.000843
Percentage Increase			5.70%
Example Based on \$100,000.00 assessment			
	2017		
	100000	0.015642	1564.20
	2016	100000	0.014799
			1479.90
Increase in taxes per \$100,000 assessment			84.30

- Each taxpayer will be affected differently depending on the overall MPAC assessment increase/decrease applied to their property.
- If you want to know how the proposed tax rate impacts you directly, please contact Annette Clarke, CAO/Clerk-Treasurer at the Municipal Office at 705-282-2420 ext 1 or email aclarke@gorebay.ca