

THE CORPORATION OF THE TOWN OF GORE BAY



HIGHLIGHTS OF THE 2018 MUNICIPAL DRAFT BUDGET

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

Formulation of the 2018 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 2018 budget at a special Council meeting on March 26, 2018
- Our goal is to try to keep tax increases to a minimum but realizing that with inflation (currently 1.6%) our operating costs will go up
- Gore Bay has experienced a 1.8% increase in assessment applied by the Municipal Property Assessment Corporation (MPAC). This effects the overall tax rate increase.

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**
 - 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

(note: not all are listed)

ITEM	LEVY	CHANGE (2018 over 2017)
• Policing	190,968 (18.2% of our levy)	- 9.10%
• DSSAB Costs	141,725 (13.5 % of our levy)	- 2.44%
• Health Unit	32,105	+ 1.96%
• Manor	29,539	+ 27 %
• MPAC	12,770	+ 0.47%
• Planning Board	6,100	- 2.0%
• Transfer Station Tipping Fees	63,963	+ 7.7%
• Airport	34,156	+ 6.9%
• Heat & Hydro	128,251	- 18.3%
• Insurance	58,996	+ 2.4%

NOTE: Non discretionary costs represent approx. 35% of the operating budget. ⁵

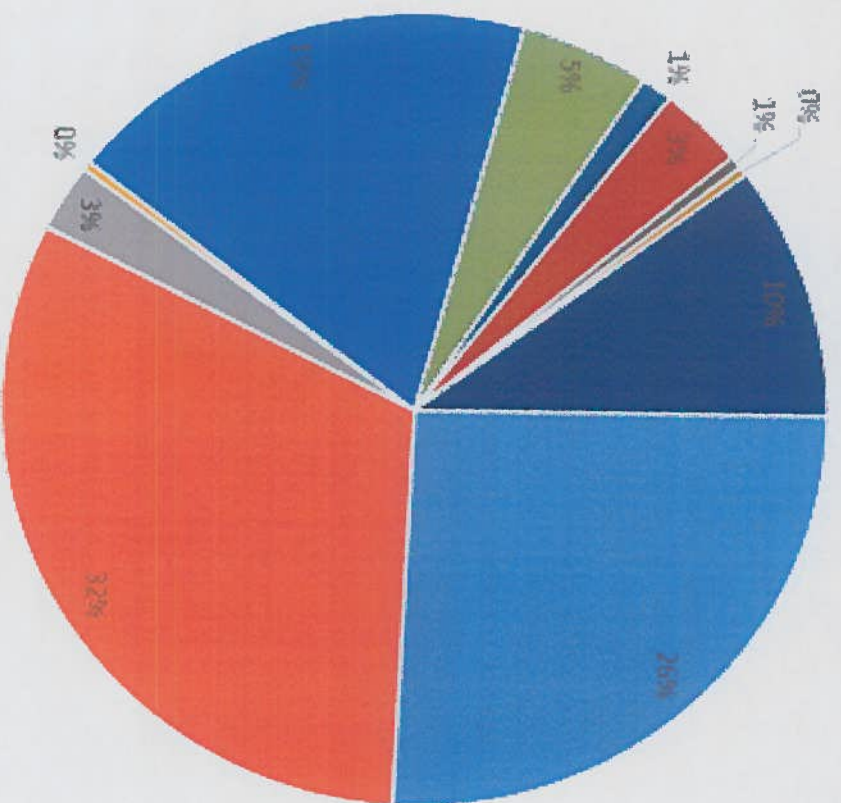
Highlights of Capital Expenditures Included in Draft 2018 Budget

■ Phipps Street Reconstruction Completion (OCIF Grant/temp loan)	135,242.00
■ Eleanor Street Completion (Federal Gas Tax)	21,973.00
■ New Street Reconstruction (OCIF Grant/temp loan)	606,930.00
■ Hardtop Crack sealing & Line painting (taxation)	12,000.00
■ Sidewalks (taxation)	6,000.00
■ Medical Centre Interior Maintenance (taxation)	5,000.00
■ Arena Ramp (Federal Gas Tax)	16,358.00
■ Splash Pad (Donation)	168,500.00
■ Tennis Courts (Donation)	210,000.00
■ Playground (Donation)	65,000.00
■ Gym/Fitness Centre (Donation)	250,000.00
■ Legal (taxation)	75,000.00
■ ½ Ton Truck (finance/taxation)	10,000.00
■ Dump truck/backup plow/sander (finance/taxation)	20,000.00
■ Refurbish Trackless (taxation)	20,000.00

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

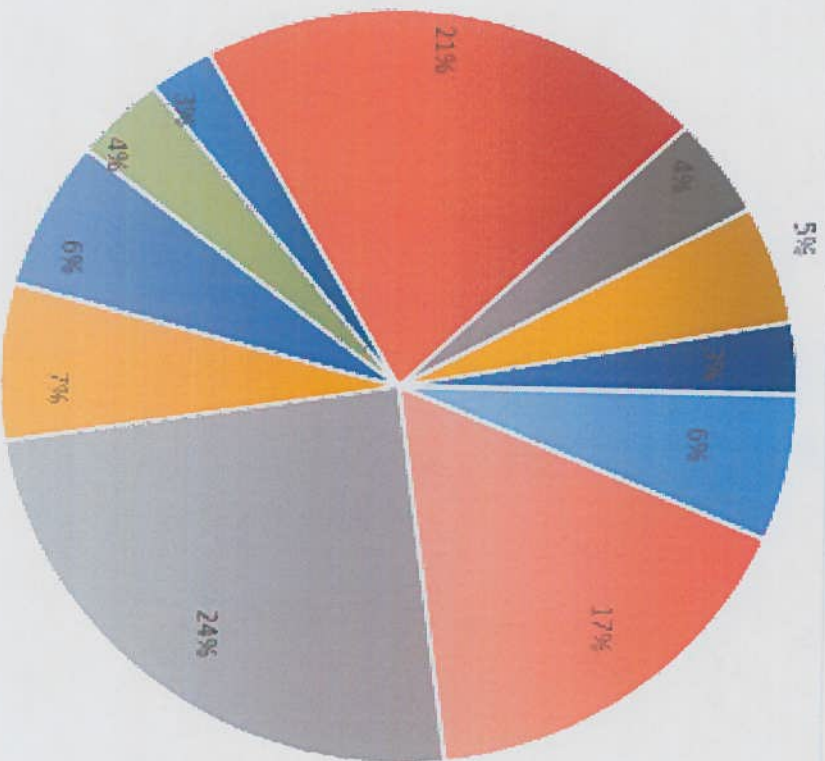
• Public Works Student	4480.00
• By-law Officer	9846.00
• Tower Viewer – East Bluff	4,500.00
• Maintenance Person	12,694.00
• 8 Dawson windows/steps	26,546.00
• Office Student	9896.40
• Riding Mower	5,500.00
• Geotechnical on roads	20,000.00
• Office roof, windows, sidewalk, library floor	30,200.00
• New Trackless	100,000.00

Total Sources of Revenue Capital & Operating 2018



- Municipal Levy
- Ontario Grants
- Federal Grants
- Loan
- Donation
- Education
- Administration Fees
- Rentals/Theatre Rev
- From Severance Revenue
- Sale of Property
- Docks

Total Budget Expenses Capital & Operating 2018



- General Government
- Wages & Salaries
- Public Works/Transportation
- Docks
- Port Piers/Property
- Health
- Social Services
- Restoration
- Plan & Development
- School
- Environmental

2018 Residential Tax Rate

2018 Total Budget	3,870,886.00	2018 Budget Levy (Difference between expenditures & revenues)	1,053,946.00
2017 Total Budget	3,672,757.00	2017 Budget Levy	1,027,513.00
Difference In Spending	198,129.00	Difference in Levy	26,433.00
	5.39%		2.57%

- 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 \$472,956. from the original proposed budget of \$1,526,902.
- Represents a 2.57% levy increase over 2017
- Represents a 0.7419% increase in the actual municipal residential tax rate over 2017
- NOTE: This is the *municipal tax rate only*

Example of Impact of Proposed 2017 Budget

Taxation Levy:							
2018 Taxation Levy						1,053,946	
2017 Taxation Levy						1,027,513	
Difference						26,433	
Percentage Increase						2.57%	
Gain of Assessment						1.8%	
Mill Rate (based on Residential)							
		Municipal Tax Rate	Education Tax Rate			Total Residential Tax Rate	
2018 Mill Rate	0.015758	0.001700				0.017458	
2017 Mill Rate	0.015642	0.001790				0.017432	
Difference						0.000026	
Percentage Increase						0.18%	
Example Based on \$100,000.00 assessment							
		2018	2017				
		100000	100000			\$1745.80	
						\$1743.20	
Increase in taxes per \$100,000 assessment						\$2.60	

- 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