

THE CORPORATION OF THE TOWN OF GORE BAY



HIGHLIGHTS OF THE 2022 MUNICIPAL DRAFT BUDGET

*MORE DETAILED INFORMATION WILL BE PROVIDED UPON REQUEST

Formulation of the 2022 Budget

- Committee of the whole held 2 meetings to discuss the 2022 budget.
- Tax increase limited to 2.0%. Inflation (currently 2.5%) will affect overall cost of operations.
- Growth to the MPAC valuations including new construction and major renovations were not considered in the development of the 2022 budget.

Municipal Segments

Municipal Budget has been divided into several segments as established by the Prov of ON

- **General Government**
 - Mayor and Council, Town Administration
- **Protection Services**
 - Fire, Police, By-law Enforcement, 911 Services
- **Transportation Services**
 - Roads, Bridges, Building Maintenance, Snow and Ice Control
- **Environmental Services**
 - Water and Waste water, Transfer Station, Landfill
- **Health Services**
 - Sudbury District Health Unit, Cemeteries, Ambulance
- **Social and Family Services**
 - Ontario Works, Gore Bay Senior's Centre, Centennial Manor, Manitoulin-Sudbury District Services Board
- **Recreation and Cultural Services**
 - Parks, Recreation Facilities, Theatre, Fitness Centre, Library, Museum, Marina, Arena
- **Planning and Development**
 - Manitoulin Planning Board, Tourism, Economic Development, Fish Hatchery

Major Expense Categories

- **Salaries and Wages**
 - Office salaries and wages, Council Remuneration , Public Works wages, Marina wages, Transfer Station wages, Custodial wages, Arena wages
- **Administration and Shop Costs**
 - These are costs associated with operating Town administration office and Public Works general operations respectively.
- **External Levy**
 - Costs paid out to external entities that are not within the direct control of the Town.
- **Utilities**
 - Basic utilities including hydro, water, internet, telephones, etc.
- **Building Repairs and Maintenance**
 - Normal repairs to properties owned by the Town.
- **Insurance**
 - Insurance costs have increased by approx. 20%.
- **Capital Activities**
 - These represent major activities currently expected for 2022. Many are subject to external funding support and may be delayed if funding is not available.
- **Transfer Station**
 - These are the Town's share of the costs of the removal and processing of material from the transfer station.

External Agency Levies

- Various external agencies provide services to the residents. Examples of these include (but not limited to):
 - Policing,
 - Ambulance services, and
 - Social Services.
- Budgets for these services not entirely under the control of the Town.

External Agency Levies/Costs

(note: not all are listed)

Item	Budget	% of Levy	Change 2022 VS 2021
Policing	\$ 178,488	14.5%	23%
DSSAB Costs	143,187	11.7%	-2%
Health Unit	40,856	3.3%	12%
Manor	25,665	2.1%	2%
MPAC	12,859	1.0%	2%
Planning Board	7,081	0.6%	2%
Transfer Station	103,992	8.5%	-11%
Airport	47,669	3.9%	246% *
Total	\$ 559,797	45.6%	

NOTE: External agency costs represent approx. 42% of the operating budget.

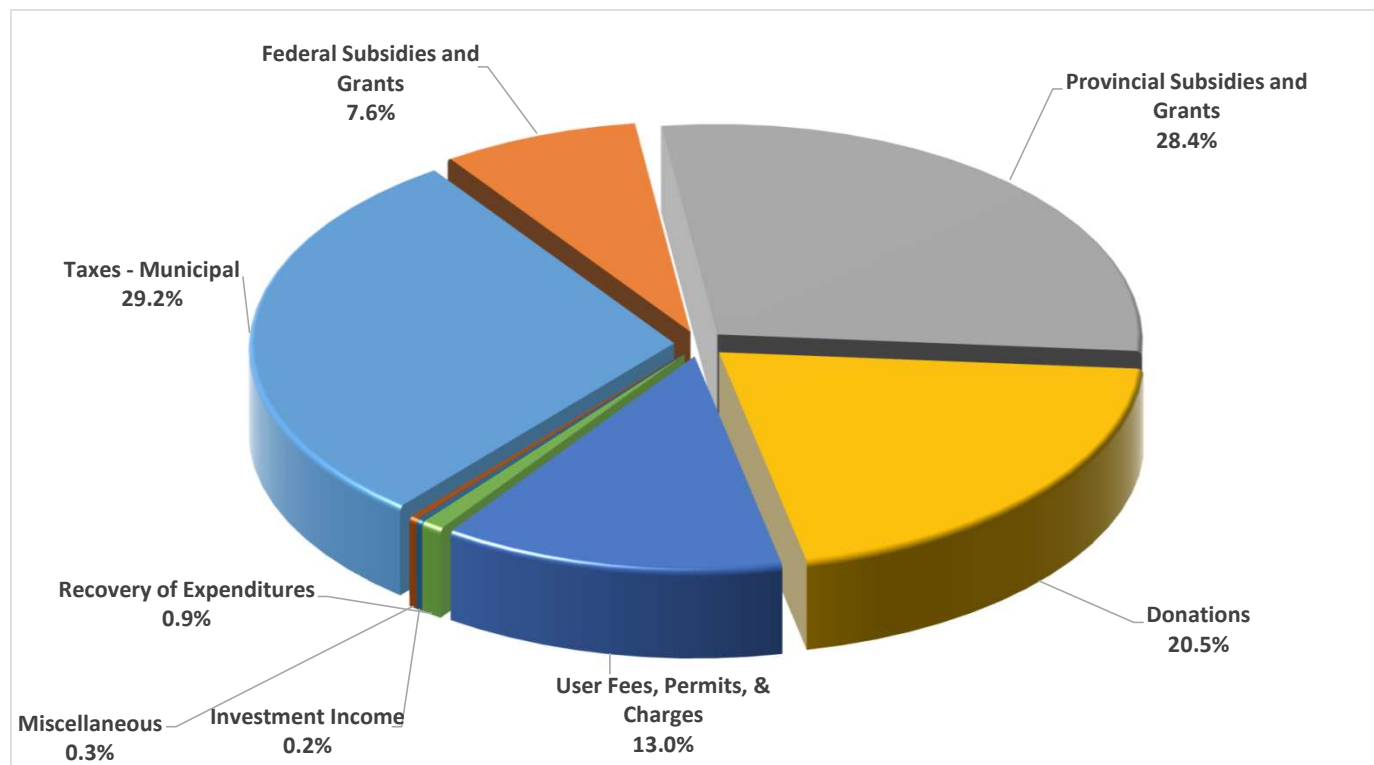
*** Airport Revitalization project**

Planned Major Expenditures - 2022

Repair of Arena Roof	161,083	Prov Grant and OCIF Funding
Office Roof Replacement	30,000	Reserve
Road Work (Walker Road)	170,478	Gas Tax / OCIF Funding
Hardtop Crack sealing & Line painting	25,000	Tax Levy
Sidewalks	10,000	Gas Tax
Gazebo	750,000	Donation
Arena Ice Plant Control System	14,500	Modernization Grant
Waterfront Project	475,000	Tax Levy and Grant
Fuel Tanks for Marina	117,000	Marina Divestiture Fund
Public Works Building Renovations	97,000	Donations
Website Revitalization	84,000	Tax Levy and Grant
Medical Centre Improvements	108,400	Community Donations

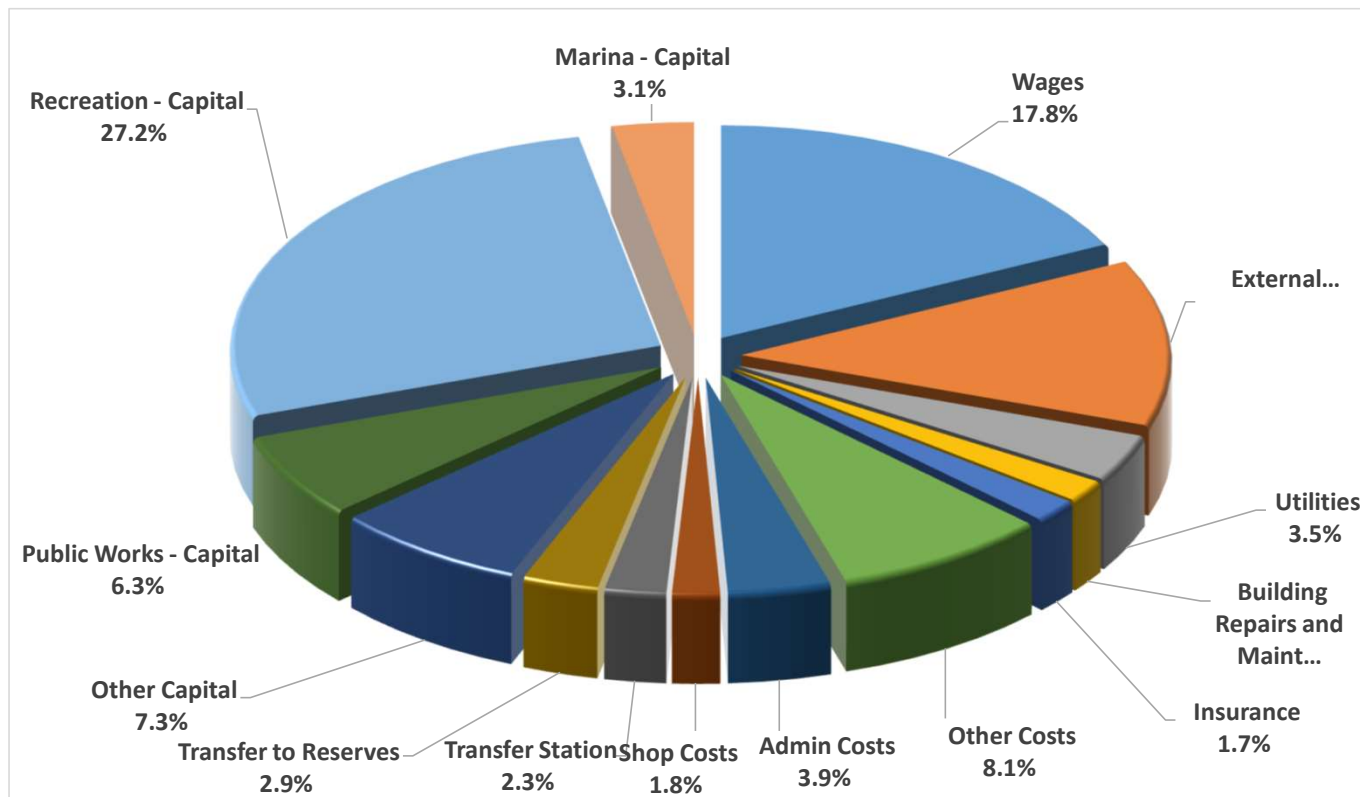
2022 Forecasted Municipal Revenue

\$4.57 Million



2022 Forecasted Municipal Expenditures

\$4.50 Million (Includes Capital Planned Expenditures)



Municipal Property Assessment Corporation (MPAC) Impact on Budget

- The changes in MPAC assessed value impact the funds available from taxation.
 - 2022 total property value changed 3.71
 - Generated 1.65% increase in funds available.

Year	Value (\$)	Funds Generated (no change in mil rate)
2022	78,062,400	\$ 1,197,656
2021	76,306,900	1,177,889
Net change	1,755,500	\$ 19,767
	3.71%	

2022 Taxation Levy

- The “Levy” is the total funds provided by taxpayers which represents the difference between annual Budgeted Revenues and Expenditures.
- In actual funds this represents an increase of 3.71% compared to 2020.
 - 1.71% due to MPAC Assessment changes
 - 2.00% increase in mill rate
- NOTE: This is the *municipal tax rate only*

Change in Levy

2022 Budget Levy (Difference between expenditures & revenues)	\$ 1,221,609
2021 Budget Levy	\$ 1,177,889
Year over Year Difference in Levy	\$ 43,720
Year over Year Increase in Levy	3.71%
Levy based on MPAC changes in assessment with 2021 Rate	\$ 1,197,656
Net Levy Change (2022 Budget – 2022 Levy with no increase)	\$ 23,953
Actual change to tax payer rates	2.00%

2022 Change in Residential Property Tax

Mill Rate (Residential)			
	Municipal Tax Rate	Education Tax Rate	Total Residential Tax Rate
2022 Mill Rate	0.0172231	0.00153	00187531
2021 Mil Rate	0.0168854	0.00153	0.0184154
Difference	0.0003377	-	0.0003377
Percentage Change in Tax Rate	2.00%	0.00%	1.83%
Example Based on \$100,000.00 assessment			
2022	100,000	0.0187531	\$ 1,875.31
2021	100,000	0.0184154	\$ 1,841.54
Change in taxes per \$100,000 assessment			\$33.77
Example Based on Median Property Value			
2022	157,000	0.0187531	\$ 2,944.24
2021	157,000	0.0184154	\$ 2,892.22
Change in taxes on Median Property Value			\$53.02

2022 Change in Commercial Property Tax

Mill Rate (Commercial)			
	Municipal Tax Rate	Education Tax Rate	Total Commercial Tax Rate
2022 Mill Rate	0.01550080	0.0088	0.02430080
2021 Mill Rate	0.01519690	0.0088	0.02399690
Difference	0.00030390	-	0.00030390
Percentage Change in Tax Rate	2.00%	0.00%	1.27%
Example Based on \$100,000.00 assessment			
2022	100,000	0.02430080	\$2,430.08
2021	100,000	0.02399690	\$2,399.69
Change in taxes per \$100,000 assessment			\$30.39

- 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 Michael Lalonde, Treasurer at the Municipal Office at 705-282-2420 ext 2 or email mlalonde@gorebay.ca