

# **2018 BUDGET DOCUMENTS**

## **GENERAL OPERATING GENERAL CAPITAL**

FINAL – January 8, 2018

# KEY POINTS

## 2018 BUDGET

### GENERAL OPERATING FUND

- TOTAL GENERAL BUDGET FOR 2018 OF \$10,831,824
  - A DECREASE OF \$1,563 FROM 2017 TO 2018 WHICH CONTINUES TO BE BALANCED ON A YEARLY BASIS.
  - 2017 BUDGET WAS \$10,833,387.
  
- PROPERTY TAX REPRESENTS 89.29% OF THE TOTAL REVENUE FOR THE TOWN.
  - \$9,671,735 OF THE \$10,831,824.
  
- TOTAL EQUALIZATION GRANT
  - CUTS FOR 2013, 2014 AND 2015 TOTALLED \$464,322.
  - TOTAL EQUALIZATION GRANT FOR 2018 IS \$66,007.
  - THE SIGNIFICANT REDUCTION AND CURRENT FORMULA IS OF SIGNIFICANT CONCERN TO THE TOWN AND WE HAVE RECEIVED A WILLINGNESS FROM THE PROVINCE TO DISCUSS THIS FURTHER.
  
- IN 2018, SNB HAS IMPLEMENTED AN ASSESSMENT REDUCTION OF 1.47%
  - WHICH IS A LOSS OF \$9,242,415 IN ASSESSMENT VALUE FROM 2017 TO 2018.
  - INDICATION IS THAT APPROX \$7,000,000 OF THIS IS A MARKET VALUE DECREASE.
  - ASSESSMENT DECREASE BY 1.47% RESULTED IN \$143,257 OF LOWER REVENUE FOR THE TOWN IN 2018 OVER 2017.
    - ONE TIME FINANCIAL ASSISTANCE FROM THE PROVINCE OF \$51,854 STILL LEFT A DIFFERENCE OF \$91,403 IN REVENUE YEAR OVER YEAR.
  - ON THE POSITIVE SIDE THOUGH, THIS WOULD MEAN THE AVERAGE PROPERTY SHOULD SEE A GREATER THAN 1% REDUCTION IN ASSESSED VALUE.
  - A 1% MARKET VALUE REDUCTION ON A \$100,000 VALUED HOME WOULD REDUCE ASSESSMENT BY \$1,000 SAVING THE PROPERTY OWNER \$15.50 IN PROPERTY TAXES BEFORE ANY CHANGE IN TAX RATE.
  
- TAX RATE HAD REMAINED UNCHANGED AT \$1.5350/\$100 OF ASSESSMENT FROM 2004-2014, A TOTAL OF 10 YEARS AND WAS INCREASED IN 2015 BY \$0.015/\$100 OF ASSESSMENT.
  - A \$0.01 INCREASE IN TAX RATE MEANS THE TAX RATE HAS GONE UP \$0.025 PER \$100 OF ASSESSMENT OVER 14 YEARS.

- 2018 TAX RATE PROPOSED IS TO INCREASE \$0.01 WHICH WILL BE A RATE OF \$1.5600/\$100 OF ASSESSMENT.
  - WITH A \$0.01 INCREASE IN TAX RATE, THIS WOULD RESULT IN AN INCREASE OF \$10 IN TAXES FOR A \$100,000 HOME.
  - WITH THE OVERALL ASSESSMENT DECREASE IN MARKET VALUE BY SNB PROPERTY OWNERS WOULD SEE A DECREASE OF \$15 IN TAXES.
  - THE END RESULT IS PROPERTY OWNERS IN THIS EXAMPLE WILL STILL SEE AN APPROX \$5 SAVING ON THEIR TAX BILL PER \$100,000 OF ASSESSMENT.
  
- THEREFORE THE FOLLOWING IS AN OVERVIEW OF THE RECOMMENDED 2018 BUDGET.
  - NO CUTS TO SERVICES PRESENTLY PERFORMED.
  - MAINTAINING THE CURRENT PROGRAMS AND SERVICES IN 2018 THAT WERE PROVIDED IN 2017.
  - DECREASE OF \$33,470 IN ESTIMATED RCMP POLICING COSTS IN 2018 OVER 2017
  - PRINCIPLE AND INTEREST ON LONG TERM DEBT PAYMENTS DECREASED BY \$89,632 TO A TOTAL OF \$1,166,925.
  - CAPITAL OUT OF REVENUE INCREASED FROM \$850,000 TO \$950,000.

#### **GENERAL CAPITAL BUDGET**

- TOTAL GENERAL CAPITAL BUDGET FOR 2018 OF \$1,088,000.
- CAPITAL OUT OF REVENUE OF \$950,000.
- BORROWING OF \$138,000 (FIRE DEPT ONLY TO RECEIVE LSD PAYMENTS)
- LORNE STREET PHASE 2 PROJECT TO CONTINUE INTO 2018 (\$2,900,000)
- ANNUAL DEBT PAYMENT REDUCED IN 2018 BY \$84,632 OVER 2017 AMOUNT WITH TOTAL PRINCIPLE AND INTEREST PAYMENTS IN 2018 OF \$1,166,925. THIS COMPARES TO 2016 TOTAL OF \$1,269,873.

# 2018 PROPOSED GENERAL BUDGET

TOTAL EXPENSES	\$	10,831,824	
LESS NON TAX REVENUE	\$	1,042,001	
LESS EQUALIZATION GRANT	\$	66,007	Increased by \$713
LESS FINANCIAL ASSISTANCE	\$	51,854	One Time Funding
TOTAL WARRANT	\$	9,671,962	
TAX BASE	\$	619,997,885	
		2018 Tax Base	-1.47%
TAX RATE WITH CHANGES		1.5600	

## HISTORY

2017 TAX BASE INCREASE	2.97%
2016 TAX BASE INCREASE	2.94%
2015 TAX BASE INCREASE	2.68%
2014 TAX BASE INCREASE	3.53%
2013 TAX BASE INCREASE	3.15%
2012 TAX BASE INCREASE	3.77%
2011 TAX BASE INCREASE	2.17%
2010 TAX BASE INCREASE	4.34%

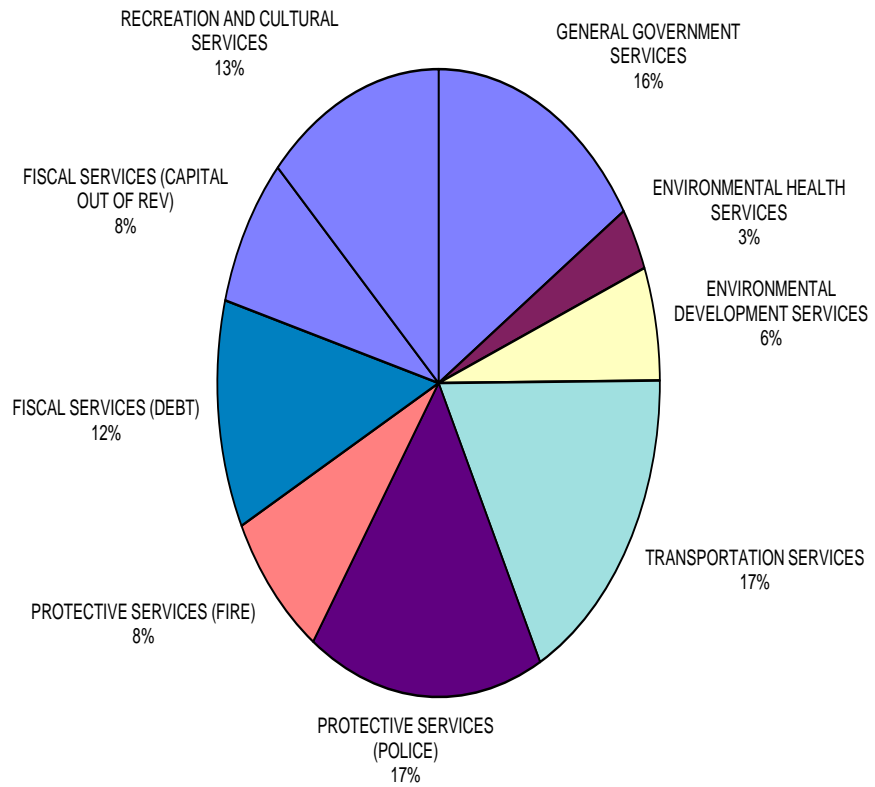
# TOWN OF SACKVILLE

## 2018 PROPOSED GENERAL OPERATING BUDGET

### JANUARY 8, 2018

	2017 Budget	2018 Proposed Budget	Increase/ Decrease	Percent Change
<b>GENERAL GOVERNMENT SERVICES</b>	<b>\$ 1,701,253</b>	<b>\$ 1,718,691</b>	<b>\$ 17,438</b>	<b>1.03%</b>
(Finance & Administration)				
(EMO)	\$ 18,000	\$ 18,000	\$ -	0.00%
(Fire)	\$ 501,487	\$ 507,192	\$ 5,705	1.14%
(Fire - Water Costs to Utility)	\$ 336,000	\$ 336,000	\$ -	0.00%
(Police)	\$ 1,871,047	\$ 1,841,225	\$ (29,822)	-1.59%
<b>PROTECTIVE SERVICES</b>	<b>\$ 2,726,534</b>	<b>\$ 2,702,417</b>	<b>\$ (24,117)</b>	<b>-0.88%</b>
(Engineering)	\$ 157,974	\$ 159,983	\$ 2,009	1.27%
(Public Works)	\$ 1,745,222	\$ 1,718,630	\$ (26,592)	-1.52%
<b>TRANSPORTATION SERVICES</b>	<b>\$ 1,903,196</b>	<b>\$ 1,878,613</b>	<b>\$ (24,583)</b>	<b>-1.29%</b>
<b>ENVIRONMENTAL HEALTH SERVICES</b>	<b>\$ 354,340</b>	<b>\$ 361,629</b>	<b>\$ 7,289</b>	<b>2.06%</b>
(Garbage & Waste Disposal)				
(Tourism)	\$ 344,282	\$ 340,572	\$ (3,710)	-1.08%
(Corporate Projects)	\$ 282,263	\$ 270,530	\$ (11,733)	-4.16%
<b>ENVIRONMENTAL DEVELOPMENT SERVICES</b>	<b>\$ 626,545</b>	<b>\$ 611,102</b>	<b>\$ (15,443)</b>	<b>-2.46%</b>
(Library)	\$ 37,923	\$ 38,008	\$ 85	0.22%
(Recreation Programming & Events)	\$ 438,571	\$ 441,858	\$ 3,287	0.75%
(Parks & Recreation Facilities)	\$ 918,467	\$ 937,581	\$ 19,114	2.08%
<b>RECREATION AND CULTURAL SERVICES</b>	<b>\$ 1,394,961</b>	<b>\$ 1,417,447</b>	<b>\$ 22,486</b>	<b>1.61%</b>
(Capital out of Revenue)	\$ 850,000	\$ 950,000	\$ 100,000	11.76%
(Debt Charges)	\$ 1,276,557	\$ 1,191,925	\$ (84,632)	-6.63%
<b>FISCAL SERVICES</b>	<b>\$ 2,126,557</b>	<b>\$ 2,141,925</b>	<b>\$ 15,368</b>	<b>0.72%</b>
	<b>\$ 10,833,386</b>	<b>\$ 10,831,824</b>	<b>\$ (1,562)</b>	<b>-0.01%</b>

**TOWN OF SACKVILLE  
2018 PROPOSED GENERAL OPERATING BUDGET**



## CHANGES IN PROPERTY TAXES BY CLASSIFICATION

	Residential		Commercial		Provincial		Other	Total Tax Base	
	Assessment	% Increase	Assessment	% Increase	Assessment	% Increase	Assessment	Assessment	% Increase
2018	\$375,094,612	-2.90%	\$ 61,306,973	-1.50%	\$180,781,700	1.62%	\$ 2,814,600	\$619,997,885	-1.47%
2017	\$386,295,800	3.04%	\$ 62,240,400	0.53%	\$177,906,800	3.74%	\$ 2,797,300	\$629,240,300	2.97%
2016	\$374,896,900	4.48%	\$ 61,911,750	2.25%	\$171,491,550	0.08%	\$ 2,808,850	\$611,109,050	2.94%
2015	\$358,829,400	2.56%	\$ 60,551,100	2.55%	\$171,347,950	3.17%	\$ 2,935,750	\$593,664,200	2.68%
2014	\$349,865,900	2.84%	\$ 59,044,050	2.35%	\$166,081,900	5.50%	\$ 3,187,400	\$578,179,250	3.53%
2013	\$340,217,400	4.97%	\$ 57,689,850	2.19%	\$157,420,850	-0.23%	\$ 3,164,000	\$558,492,100	3.15%
2012	\$324,107,100	4.13%	\$ 56,451,600	7.22%	\$157,783,300	1.90%	\$ 3,112,600	\$541,454,600	3.77%
2011	\$311,253,600	4.26%	\$ 52,649,850	-3.29%	\$154,837,400	0.04%	\$ 3,022,550	\$521,763,400	2.17%
2010	\$298,547,500	3.65%	\$ 54,440,700	2.87%	\$154,773,850	6.28%	\$ 2,939,786	\$510,701,836	4.34%
2009	\$288,040,700	5.93%	\$ 52,921,950	10.31%	\$145,630,600	2.84%	\$ 2,870,741	\$489,463,991	5.42%
2008	\$271,905,200		\$ 47,974,800		\$141,615,500		\$ 2,794,272	\$464,289,772	
2008-18 10 Yr. Avg.		3.30%		2.55%		2.49%			2.95%

2007	\$ 255,673,700	\$ 44,025,150	\$ 136,873,250	\$ 2,977,838	\$ 439,549,938	6.85%
2006	\$ 238,514,500	\$ 39,249,750	\$ 130,840,750	\$ 2,763,461	\$ 411,368,461	5.02%
2005	\$ 224,805,200	\$ 37,820,400	\$ 128,451,750	\$ 632,897	\$ 391,710,247	9.51%
2004	\$ 200,682,900	\$ 34,115,100	\$ 122,264,350	\$ 645,500	\$ 357,707,850	4.53%
2003	\$ 282,416,000	\$ 33,363,300	\$ 25,440,950	\$ 984,450	\$ 342,204,700	2.07%
2002	\$ 177,442,000	\$ 32,399,850	\$ 124,455,900	\$ 973,350	\$ 335,271,100	1.32%
2001	\$ 173,686,400	\$ 31,992,900	\$ 124,247,250	\$ 970,022	\$ 330,896,572	

**TOWN OF SACKVILLE**  
**Equalization Grants (1993 to 2018)**  
**Formerly Unconditional Grant**

Year	Unconditional Grant	% Difference	Tax Rate Diff.	Tax Rate	Difference
1993	\$ 1,020,269			1.2679	
1994	\$ 985,620	-3.4%	(0.0124)	1.2879	0.0200
1995	\$ 958,174	-2.8%	(0.0093)	1.2777	(0.0102)
1996	\$ 931,763	-2.8%	(0.0089)	1.2977	0.0200
1997	\$ 846,672	-9.1%	(0.0281)	1.3200	0.0223
1998	\$ 763,605	-9.8%	(0.0270)	1.3300	0.0100
1999	\$ 703,293	-7.9%	(0.0194)	1.3600	0.0300
2000	\$ 645,487	-8.2%	(0.0178)	1.3750	0.0150
2001	\$ 580,914	-10.0%	(0.0195)	1.4000	0.0250
2002	\$ 580,914	0.0%	-	1.4300	0.0300
2003	\$ 580,914	0.0%	-	1.5100	0.0800
2004	\$ 522,822	-10.0%	(0.0162)	1.5350	0.0250
2005	\$ 522,822	0.0%	-	1.5350	-
2006	\$ 522,822	0.0%	-	1.5350	-
2007	\$ 533,278	2.0%	0.0024	1.5350	-
2008	\$ 543,944	2.0%	0.0023	1.5350	-
2009	\$ 543,944	0.0%	-	1.5350	-
2010	\$ 543,944	0.0%	-	1.5350	-
2011	\$ 538,505	-1.0%	(0.0010)	1.5350	-
2012	\$ 527,734	-2.0%	(0.0020)	1.5350	-
2013	\$ 371,601	-29.6%	(0.0280)	1.5350	-
2014	\$ 217,185	-41.6%	(0.0267)	1.5350	-
2015	\$ 63,412	-70.8%	(0.0259)	1.5500	0.0150
2016	\$ 64,884	2.3%	0.0002	1.5500	-
2017	\$ 65,294	0.6%	0.0001	1.5500	-
2018	\$ 66,007	1.1%	0.0001	1.5600	0.0100
<b>Total</b>					
1993-2018	\$ (954,262)	-93.5%	(0.2371)		0.2921



TOWN OF SACKVILLE  
GENERAL CAPITAL  
2018 RECOMMENDATIONS

<u>Page</u>	<b><u>Other Funding</u></b>		
1	Road Resurfacing - Various (PW & Eng.) - Gas Tax		\$ 409,866

<u>Priority</u>	<b><u>2018 Recommended by Staff</u></b>	
2	A Bunker Gear Replacement (Fire)	\$ 18,000
3	A SCBA Upgrade (Fire)	\$ 120,000
4	B Storage Facility Completion (P&F)	\$ 70,000
5	B Facility Upgrades - All (P&F)	\$ 40,000
6	B Replace Building & Ballfields (P&F)	\$ 76,000
7	B Beech Hill Park/Dog Park (P&F)	\$ 25,000
8	B Town Beautification (P&F)	\$ 10,000
9	B Former Lund Property Dev't (P&F)	\$ 15,000
10	B Establish New Trails (P&F)	\$ 25,000
11	A Skate Park Improvements (P&F)	\$ 9,000
12	A Playground Equipment Replace (P&F)	\$ 7,000
13	B Fleet Replacement (P&F)	\$ 30,000
14	B Road Reconstruction - Main St. (PW & Eng)	\$ 200,000
15	B FCM Funding - Quarry Project (PW & Eng)	\$ 200,000
16	A Sidewalk Renewals (PW & Eng)	\$ 25,000
17	B GPS Survey Equipment (PW & Eng)	\$ 20,000
18	B King Street Culvert Replacement (PW & Eng)	\$ 20,000
19	A Crosswalk Flashing Lights (PW & Eng)	\$ 10,000
20	B Retaining Wall - Wright/Main St. (PW & Eng)	\$ 17,000
21	B Fleet Replacement (PW & Eng)	\$ 70,000
22	B 3 Stream Garbage Cans (PW & Eng)	\$ 10,000
23	B Events Infrastructure - Tent (CP/T/RP)	\$ 40,000
24	B Signage (Street/Waterfowl/Highway) (CP/T/RP)	\$ 31,000
		<u>\$ 1,088,000</u>

<u>Priority</u>	<b><u>2018 Requested Delayed to Future</u></b>	
25	C Pave Gravel Parking Lot - Civic Centre (P&F)	\$ 54,000
26	C Pave Gravel Parking Lot - Lilas Fawcett (P&F)	\$ 57,000
27	C Digital Road Sign - TVMCC (P&F)	\$ 30,000
28	B Road Reconstruction - St. James (PW & Eng)	\$ 70,000
29	B Road Reconstruction - University (PW & Eng)	\$ 70,000
30	C Purchase of Bush Cutter (PW & Eng)	\$ 45,000
31	C VIC Improvements (CP/T/RP)	\$ 15,000
32	C Disc Golf Equipment (CP/T/RP)	\$ 8,000
		<u>\$ 349,000</u>

Proposed Source of Funding

Capital out of Revenue Budget	\$ 950,000	
Capital Reserve Fund	\$ -	
Borrowing - Fire Department Items	\$ 138,000	<u>\$ 1,088,000</u> Total Regular Capital
Gas Tax Funds - Roads		<u>\$ 409,866</u>
		<u>\$ 409,866</u> Total Other

Priority Description

A	Legislated and/or Health and Safety Required	<u>\$ 1,497,866</u> Total General Cap. Projects
B	Committed and/or Operationally Required	
C	Want to do versus need to do	