

# 2020 Draft Operating Budget

General Purpose and Administration Committee

February 10, 2020 (amended with Council direction)



# Introduction / Overview

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## ➤ 2020 Budget Process

- Budget timetable
- On-line Budget survey - (September 1 – 30, 2019)
- Council list of items
- Budget draft – (February 10, 2020)
- Budget open house – (February 19, 2020)
- Budget final presentation and Council approval - (March 9, 2020)



# Items Impacting 2020 Operating Budget

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- Consumer Price Index (December) – 2.2%
- Salary cost of living per collective agreement - 1.7%
- Roads and Infrastructure budget allocation – 4.0%
- Increase investment in roads - \$111,600

# Items Impacting 2020 Operating Budget con't

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- **Increased Roads Investment for 2020**
- Increase in roads levy from 1% to 3%
  - total transfer to roads in 2020 - \$1,014,700
- Increase in road patching budget of \$60,000
- Increase in culvert replacement of \$30,000
- Increase in road sweeping of \$21,600
- Additional \$125,000 budget for gravel resurfacing

# Items Impacting 2020 Operating Budget continued

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- Road investment for 2020
  - Operating           \$4,572,600
  - Capital           \$4,545,000
  - Total               \$9,117,600
  
- Increase from \$5.8M in 2015



# 2020 DRAFT Operating Budget

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## 2020 Operating Budget Meets Council Target

- Net Operating (amended with February 10<sup>th</sup> Council direction) **0.87%**
  
- Infrastructure (pre-approved capital)
  - Roads and Other Infrastructure 3.00%
  - Facility & Building 0.50%
  - Vehicle & Equipment 0.50% 4.00%
  
- Total **4.87%**

# Staffing – Works and Parks

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- Public Works Operator
  - Conversion of a seasonal winter operator (November to April) to a full time operator will add an additional operator to the summer crew to address with backlog of road maintenance work.
- Parks Attendant
  - Required to maintain level of service of existing parks, gardens and trees
  - Elimination of contract to salt various parking lots (\$30,000)



# Staffing – Finance Department

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## ➤ Accounting Analyst

- Improve monitoring of Operating budget expenditures and oversight of procurement process will result in corporate cost savings
- Changes to the DC legislation / calculation and collection
- New Community Benefit Charge
- Asset Management requirements





# New Staff Financial Summary

Position	2020 Salary	2020 Benefits	2020 Staffing Costs
<b>Public Works Operator</b>			
2020 Salary (with Benefits)	\$33,500	\$6,900	\$40,400
Savings from not hiring Seasonal Operator			<u>(\$21,800)</u>
Net cost of position in 2020			\$18,600
<b>Parks Attendant</b>			
2020 Salary (with Benefits)	\$10,600	\$2,100	\$12,700
Cost estimate for salt supplies			\$3,000
Eliminate contract of salting various parking lots			<u>(\$30,000)</u>
Net savings of position in 2020			<u>(\$14,300)</u>
<b>Accounting Analyst</b>			
2020 Salary (with Benefits)	\$34,100	\$7,200	\$41,300
Total staffing cost			<u>\$45,600</u>
Estimated 40% of Assessment Growth			<u>(\$44,700)</u>
Net Cost			<b><u>\$900</u></b>

- Net cost offset by core services and efficiency savings

# Savings and Increased Non-Tax Revenues

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## ➤ **\$74,800 Core Services and Efficiency Review Savings**

- New Township Cellphone plan
- New caretaking contract
- Waste Management contract expired
- Reduced Overtime

## ➤ **Non-tax Revenues**

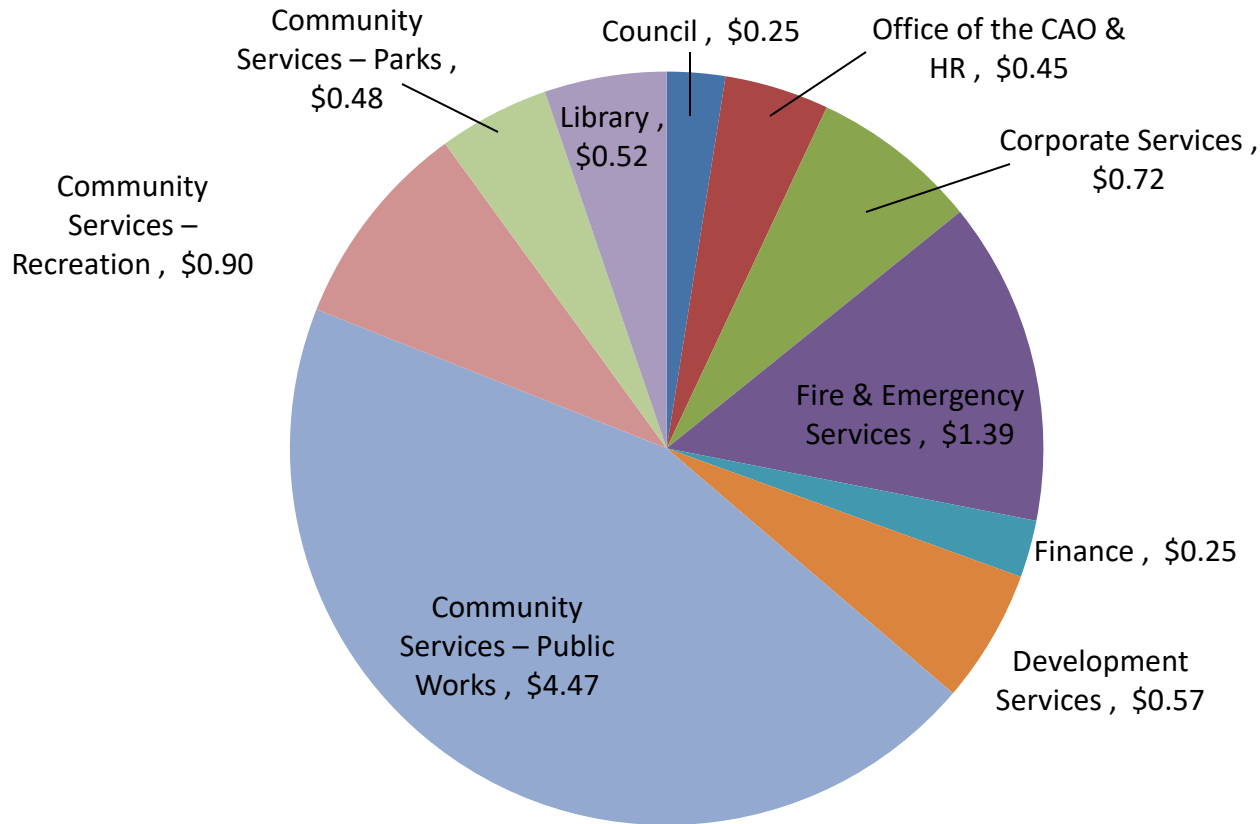
- Increase in bank and investment interest income =(\$110,000)
- Additional revenue corporately due to increase in user fees, permits and applications =(\$49,700)

# 2020 DRAFT Operating Budget by Department

## Total 2020 Operating Budget proposed - \$13,752,300

DEPARTMENT	2020 Operating Budget
Mayor and Council	325,700
Office of the CAO & Human Resources	625,400
Corporate Services	875,900
Finance	250,000
Fire & Emergency Services	1,760,800
Community Services – Public Works	6,597,300
Community Services – Parks	646,100
Community Services – Recreation and Culture	1,160,400
Development Services	826,500
Library	684,200
<b>NET OPERATING BUDGET</b>	<b>13,752,300</b>

# 2020 DRAFT Operating Budget by Department (\$10.00)



# 2020 DRAFT Operating Budget con't

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## Annual increase in Total average Residential Tax Bill

	2019	2020	\$ Change	%
Average CVA	417,800	437,400		
Region of Durham	\$2,536	\$2,564*	\$28	
Township of Scugog	\$1,311	\$1,378	\$67	
Education	\$673	\$669	\$(4)	
<b>Total Tax</b>	<b>\$4,520</b>	<b>\$4,611</b>	<b>\$91</b>	<b>2.01%</b>

\*Assume Region estimate of 2.5% increase based on last year's weighted assessment

# Distribution of Residential Tax Bill



56% Durham Region

14% School Boards

30% Township of Scugog

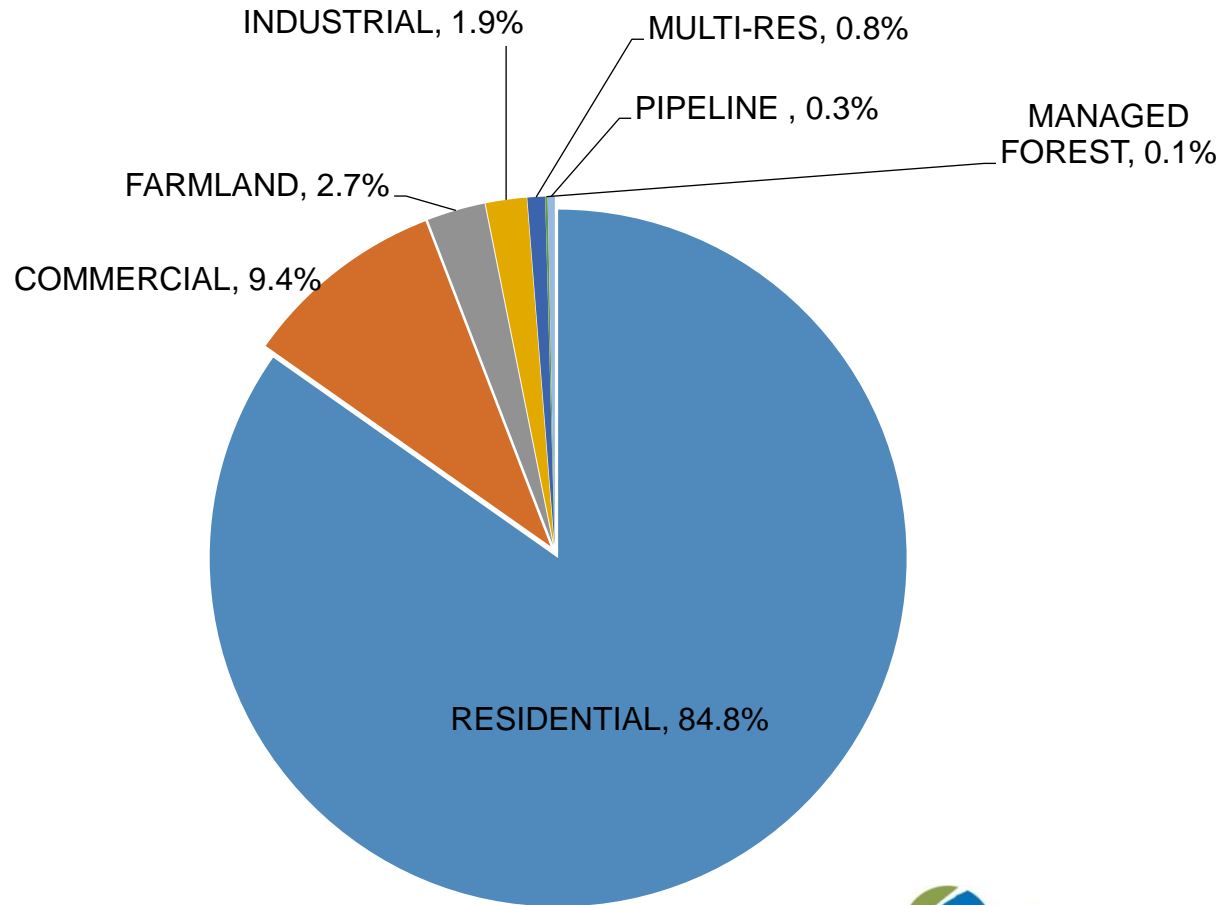
Total Increase Per  
Average Household

\$91 per year

\$1.75 per week

# Tax Burden by Property Class

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# Items Impacting 2020 Operating Budget con.t

## ➤ Scugog Advisory Committee Budgets

Committee	2019 Budget	2020 Budget Request
Tourism Advisory Committee (TAC)	\$5,000	\$5,000
Economic Development Advisory Committee (EDAC)	\$2,000	\$2,000
Scugog Accessibility Advisory Committee (SAAC)	\$2,000	\$2,000
Scugog Heritage Advisory Committee	\$3,600	\$5,600
Community Grants Committee	\$8,000	\$8,000
Scugog Environmental Advisory Committee (SEAC)	\$1,500	\$1,500
Scugog Housing Advisory Committee	\$2,000	\$3,000



# 2020 Operating Budget Highlights

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- Achieved Council's target increase
- Maintained and increased level of service
  - Roads and parks
  - Youth centre
  - Crossing guard
  - Summer camps
- Recognized costs savings and efficiencies
- New staffing related to growth to mitigate risk associated with legislative changes and to maintain and enhance service levels.

# 2020 DRAFT Operating Budget Final

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## Discussion

# 2020 DRAFT Operating Budget

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Thank you

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