



Report

TITLE: 2022 BUDGET – PROPOSED AMENDMENTS

Meeting: Council Meeting

Meeting Date: April 27, 2022

Background

2022 BUDGET AMENDMENTS

The 2022 Business Plan and Budget was approved by council September 21, 2021. The table below shows the estimated assessment for the approved 2022 Budget and the actual assessment as of April 5, 2022. Due to the additional assessment, there is an estimated additional municipal tax revenue of \$564,736.

Assessment – Information

TYPE	2021AY Estimated	2021AY Actual	Difference	Tax Rate	Municipal Tax Only
Farmland	164,926,520	164,878,190	-48,330	18.1280	-\$876
Residential – Rural	310,827,510	331,615,000	20,787,490	5.6304	\$117,042
Residential - Urban	16,136,980	16,391,880	254,900	5.3429	\$1,362
Non-Residential	948,110,580	973,375,140	25,264,560	17.7010	\$447,208
TOTAL	1,440,001,590	1,486,260,210			\$564,736

We have reviewed the Operating and Capital Budget and below are the proposed amendments:

OPERATING BUDGET:

The following proposed amendments to the operating budget are to be funded by taxes:

- Fuel – due to escalating fuel prices \$524,000
- Public Works – Grader Operator Training \$ 13,000
- Shop Building Maintenance \$ 7,500
- Waste Management Fees \$ 7,200
- Wages and Benefits \$ 41,850
 - Includes Health and Wellness benefit for staff and changing the Sign Seasonal Labour to a fulltime position.
- Culvert Replacement \$22,000
 - (Funded from deferred revenue Ducks Unlimited)
- **Total Funded by Taxes \$615,550**

The following proposed operating projects are to be funded by MSI Operating Grant:

- Asset Management \$ 50,000
- HR Consultant Services \$ 45,000
- Computer Installation/Replacement \$ 25,000
- Audio/Visual Upgrades \$125,000

- HR Position (New Position) \$ 65,000
- Strategic Planning \$ 28,100
- Water Meter Software Upgrades (2021) \$ 6,500
- **Total Funded by MSI Grant \$344,600**

The total MSI Operating Grant available is \$463,505 of which \$227,251 must be spent in 2022. A remaining balance of \$118,905 is to be utilized by end of 2023.

TOTAL 2022 OPERATING BUDGET EXPENSES – \$25,201,000 (Revised)	
Funded By:	
Operating Reserves	\$15,650
Other Revenue	\$3,100,350
Tax Revenue Required	\$22,085,000

CAPITAL BUDGET:

The following are the proposed amendments to the capital budget:

- Engineering 2023 Road Construction \$69,500 (MSI Funded)
- Galahad Water Connection (2021 Project Carryover) \$95,000 (MSI Funded)
- Equipment purchases from 2021 \$162,270 (Reserves Funded)
- Replace Cement Floor in Daysland Grader Shed \$74,000 (Reserve Funded)
- **Total Capital Budget Additions \$400,770**

TOTAL 2022 CAPITAL BUDGET EXPENSES – \$2,100,920 (Revised)	
Funded By:	
Capital Reserves	\$406,370
MSI Capital Grants	\$1,465,550
Sale of Equipment	\$229,000

RESERVES:

We are proposing to utilize MSI Capital funding for capital purchases and the resulting \$1.4 million surplus be transferred to Special Projects Reserve - \$1.4 Million for Economic Development Projects (eg. Industrial Park, Broadband or other potential projects).

Alignment with the Strategic Plan

This program supports our Strategic Plan under the following Strategic Theme(s): The Business Plan and Budget is an integral part of our Strategic Plan, it allows us to do business with accountability to our citizens and future generations with openness, transparency, and inclusiveness. Taxes are the main revenue source of the Business Plan and Budget.

Recommendation

1. THAT the 2022 Budget amendments be approved as presented:
 - Operating Budget \$25,201,000
 - Capital Budget \$2,100,920

2. THAT the projected surplus of \$1.4 million be allocated to Special Projects Reserve