

# 2017 BUDGET SUMMARY

March 14, 2017

Township of  
**ESQUIMALT**

The logo for the Township of Esquimalt features the words "Township of" in a small, white, sans-serif font above the word "ESQUIMALT" in a large, white, serif font. Below the text is a white, stylized wave graphic that curves under the letters.

# BUDGET PROCESS

- Each department submits core, supplemental and capital requests
- Finance prepares preliminary figures regarding the additional tax revenue required to balance the budget
- Senior staff meet to deliberate and agree on potential budget reductions to achieve varying levels of tax increases
  - consider available staff and time resources
  - ability to defer items
  - prioritization of all requests



# CREATION OF SCENARIOS

- Anticipated revenue calculated based on range of percentages
  - Property tax revenue estimated based on Completed Roll assessed values (Increase of \$395M or >15%)
  - PILT revenue based on assessed value figures provided by Public Works Canada (Increase of \$56M or >6.5%)
- Calculations could change slightly once final assessed values produced (March 31) or if items are added/removed from Financial Plan



## CREATION OF SCENARIOS

- Based on deliberations and expected revenues, all requested scenarios will result in surplus funds
- Within all scenarios, all requested supplemental operating and capital items are included



# SCENARIO #4 - BUDGET TARGET @ 1.90%

Budget Requirements	\$	(27,492,982)
Total Anticipated Revenue @ 1.90%		<u>28,205,483</u>
Budget Surplus	\$	<u><u>712,501</u></u>



# SCENARIO #3 - BUDGET TARGET @ 1.50%

Budget Requirements	\$	(27,492,982)
Total Anticipated Revenue @ 1.50%		<u>28,094,764</u>
Budget Surplus	\$	<u><u>601,782</u></u>



## SCENARIO #2 - BUDGET TARGET @ 1.00%

Budget Requirements	\$	(27,492,982)
Total Anticipated Revenue @ 1.00%		<u>27,956,367</u>
Budget Surplus	\$	<u><u>463,385</u></u>



# SCENARIO #1 - BUDGET TARGET @ 0%

Budget Requirements	\$	(27,492,982)
Total Anticipated Revenue @ 0%		<u>27,679,571</u>
Budget Surplus	\$	<u><u>186,589</u></u>





# SUMMARY OF SCENARIOS

	<u>1.90%</u>	<u>1.50%</u>	<u>1.00%</u>	<u>0%</u>
Budget Requirements	\$ (27,492,982)	\$ (27,492,982)	\$ (27,492,982)	\$ (27,492,982)
Total Anticipated Revenue	<u>28,205,483</u>	<u>28,094,764</u>	<u>27,956,367</u>	<u>27,679,571</u>
Budget Surplus	<u><u>\$ 712,501</u></u>	<u><u>\$ 601,782</u></u>	<u><u>\$ 463,385</u></u>	<u><u>\$ 186,589</u></u>



# CAPITAL REQUESTS – FUNDING SUMMARY

Does not require current taxation revenue to fund:

Capital Projects Reserve Fund	\$	4,376,576
Machinery & Equip. Reserve Fund		316,700
Grants		30,000
Infrastructure Reserve Fund		125,000
Community Works Fund		1,778,594
Sustainability Fund		90,000
Accumulated Surplus		621,257
Residents		50,000
	\$	<u>7,388,127</u>

Requires current taxation revenue to fund:

Sewer Operating - Core		<u>76,874</u>
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TOTAL CAPITAL FUNDING REQUESTED	\$	<u>7,465,001</u>
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# CAPITAL REQUESTS – DEFERRED/NOT RECOMMENDED

Bullen Park Improvements:

Sidewalks	\$	100,000
Electrical and Lighting		525,000

Sports Centre Parking Lot Overlay 200,000

Memorial Park - Washoom and Electrical 225,000

**\$ 1,050,000**



# COUNCIL DIRECTION

- Select scenarios for presentation of tax rates (April 3)
- Request the presentation of additional tax rate scenarios
- Treatment of Surplus
  - May be moved to contingency or held in a reserve account (e.g. ETS Reserve Account) within financial plan
  - If unallocated, may be maintained in the reserve account or transferred to accumulated surplus for future use

