

THE MUNICIPALITY OF LAMBTON SHORES

TR Report No. 25-2011

Wednesday April 14, 2011

TO: Mayor Weber and Members of Council

FROM: Janet Ferguson, Treasurer

RE: 2011 Operating and Capital Budget

RECOMMENDATION:

That the 2011 Operating and Capital Budget be adopted as presented and outlined in Treasurer's report TR-25-2011 and that By-law 30-2011 be passed.

REPORT

At the April 12, 2011 budget meeting, Council finalized their review of the 2011 Operating and Capital Budget for Lambton Shores and requested that it be brought forward at the next Council meeting.

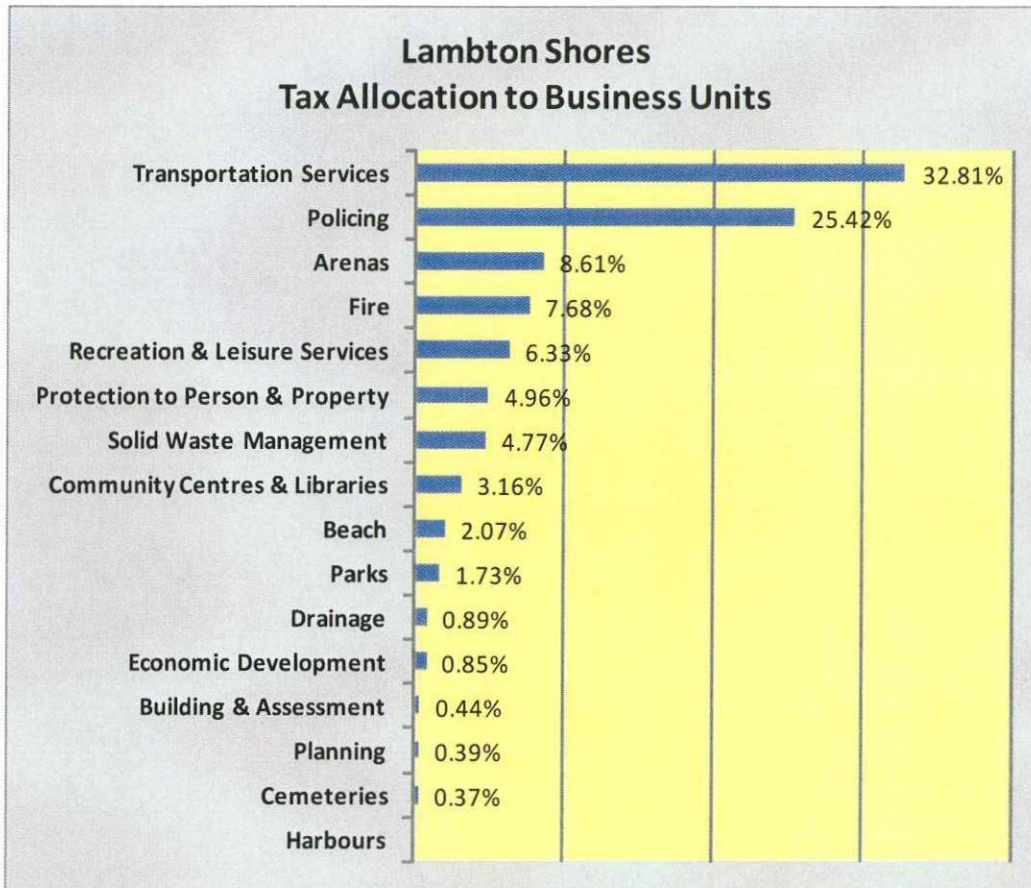
The operating and capital budgets have been updated as per Council's decisions and directions and By-law 30 of 2011 has been prepared for your final approval of the budget. At this time we can only bring forward the budget by-law as the information required to finalize the 2011 tax rates has not been approved by the County of Lambton; however, is scheduled for their next meeting. Once we receive the information a separate by-law is prepared for your approval.

The 2011 Operating Budget reflects a 5.76% increase in expenditures over the 2010 budget. As previously reported identifiable items such as the increased Policing costs and insurance costs were the main contributors of the budget increase as well as increasing the annual contributions to the Transportation and Fire Reserve Fund. Through the budget process, revenues are always reviewed and adjusted if necessary to help offset any expenditure increases we have.

Although the tax policy decisions have not been made, for comparison purposes we will illustrate the impacts of the 2011 budget based on the 2010 policies; however, any changes in ratio's will impact the final tax rates. The current estimate for the 2011 tax rate is a 1.92% increase over the 2010 rate. The following example is for the Lambton Shores portion only of the estimated residential tax rate.

	2010	2011	Annual Change
\$100,000 of Assess	\$485.68	\$495.02	\$9.34
Avg Assessed Home	\$193,000.00	\$203,500.00	
Taxation Amount	\$937.36	\$1,007.36	\$70.00

The following chart shows the Business Unit breakdown for the 2011 Operating Budget. The Transportation Services; representing costs for maintenance service delivery of our roads and infrastructure, and Policing make up 58% of the total budget requirements. These units consistently dominate the tax requirements.



The Capital Budget appears to be significantly less than the 2010 budget and this is primarily due to the completion of the Infrastructure Stimulus Fund projects. The major expense incorporated in the 2011 budget is the Grand Bend Area Sewer Treatment Facility. Although the project Board has not finalized their decisions; as the lead Municipality for the project we have incorporated the full amount of the project with offsetting funding from all sources, in anticipation of a project approval.

Lambton Shores is a very vibrant and diverse Municipality that has established a high level of service delivery and quality of life for their residents. The 2011 budget has been prepared with these standards in mind. By-law 30 of 2011 has been prepared for Council's review and adoption for the 2011 Budget.

Respectfully submitted,

Janet Ferguson,
Treasurer

COPY

THE CORPORATION OF THE MUNICIPALITY OF LAMBTON SHORES

BY-LAW 30 OF 2011

Being a By-law to adopt the 2011 Budget for the Municipality of Lambton Shores

WHEREAS: Pursuant to the Municipal Act 2001, c. 25, s. 290 (1); 2006, c. 32, Schedule. A, s. 120 (1) as amended, a local municipality shall in each year prepare and adopt a budget including estimates of all sums required during the year for the purposes of the municipality including:

- (a) Amounts sufficient to pay all debts of the municipality falling due within the year;
- (b) Amounts required to be raised for sinking funds or retirement funds; and
- (c) Amounts required for any board, commission or other body.

THEREFORE: The Council of the Corporation of the Municipality of Lambton Shores enacts as follows:

1. THAT the attached Schedule "A", being a summary of the budget, be adopted for the year 2011 for the Municipality of Lambton Shores.
2. THAT this by-law shall come into force and effect as of the date of the final passing.

Read a FIRST and SECOND time this 18th day of April, 2011

READ A THIRD TIME AND FINALLY PASSED THIS 18TH DAY OF APRIL, 2011



MAYOR – Bill Weber



CLERK – Carol McKenzie

Schedule "A"
MUNICIPALITY OF LAMBTON SHORES
2011 Operating Budget Summary Comparison

	Revenue			Expense		
	2010 Budget	2011 Budget	Percent Change	2010 Budget	2011 Budget	Percent Change
<u>Taxation Levy</u>	7,635,775.20	8,344,369.15	9.28%			
Base Assessment		196,233.44	2.57%			
Phased In Assessment		404,696.09	5.30%			
Growth Assessment		107,664.43	1.41%			
<u>Policing</u>						
Policing	823,991.48	899,041.83	9.11%	2,703,152.43	3,020,055.59	11.72%
Police Offices				325.00	331.50	2.00%
Sub Total	823,991.48	899,041.83	9.11%	2,703,477.43	3,020,387.09	11.72%
<u>Planning</u>						
Planning and Zoning	164,504.39	147,538.45	-10.31%	187,063.86	180,107.25	-3.72%
<u>Building & Assessment Admin</u>						
Building Inspections& Assessment Adm	244,353.44	235,630.87	-3.57%	282,503.34	272,105.93	-3.68%
<u>Protection to Person & Property</u>						
Bylaw / Parking / Prop. Stnds Enforce.	142,940.36	152,162.56	6.45%	210,618.80	228,213.86	8.35%
Animal Control	10,027.67	13,429.48	33.92%	39,167.48	44,062.56	12.50%
Weed Inspection	855.40	835.14	-2.37%	3,640.67	3,791.91	4.15%
Crossing Guards	10,595.10	10,652.65	0.54%	45,093.79	48,367.64	7.26%
Emergency Management	950.45	946.50	-0.42%	4,045.19	4,297.50	6.24%
Conservation Authority	-	-	-	268,240.00	263,421.00	-1.80%
Sub Total	165,368.98	178,026.32	7.65%	570,805.93	592,154.48	3.74%
<u>Fire</u>						
Fire Prevention and Inspection	-	-		5,000.00	5,100.00	2.00%
Arkona FD	54,266.55	55,367.36	2.03%	121,230.28	143,465.42	18.34%
Northville FD	9,067.11	8,851.42	-2.38%	135,711.18	152,470.53	12.35%
Forest FD	55,414.99	55,878.28	0.84%	165,904.10	183,259.10	10.46%
Grand Bend FD	69,221.64	69,975.73	1.09%	163,196.80	180,349.66	10.51%
Theford FD	9,316.38	8,919.93	-4.26%	157,919.45	175,051.26	10.85%
Sub Total	197,286.67	198,992.73	0.86%	748,961.81	839,695.98	12.11%
<u>Transportation Services</u>						
TRF to Equipment Replacement RF				305,965.00	312,084.30	2.00%
TRF to Road Purposes RF				1,016,187.58	1,086,511.33	6.92%
Roadways	1,059,148.00	992,755.46	-6.27%	2,010,880.61	1,943,186.62	-3.37%
Winter Control	239,567.24	246,153.82	2.75%	497,793.47	516,808.19	3.82%
Street Light / Traffic Control	104,986.57	107,539.34	2.43%	218,150.14	225,782.45	3.50%
Sub Total	1,403,701.81	1,346,448.62	-4.08%	4,048,976.80	4,084,372.89	0.87%
<u>Harbours</u>						
Grand Bend	375,692.80	367,718.55	-2.12%	349,915.93	342,226.64	-2.20%
Port Franks	182,518.24	200,633.66	9.93%	172,176.53	185,590.29	7.79%
Sub Total	558,211.04	568,352.20	1.82%	522,092.46	527,816.93	1.10%

Schedule "A"
MUNICIPALITY OF LAMBTON SHORES
 2011 Operating Budget Summary Comparison

	Revenue			Expense		
	2010 Budget	2011 Budget	Percent Change	2010 Budget	2011 Budget	Percent Change
<u>Arenas</u>						
Legacy Recreation Centre	174,789.80	113,760.46	-34.92%	285,777.12	388,719.27	36.02%
Forest Arena	-			23,959.28	21,900.00	-8.59%
Shores Recreation Centre	292,917.24	294,406.40	0.51%	726,565.39	716,307.53	-1.41%
Sub Total	467,707.04	408,166.86	-12.73%	1,036,301.79	1,126,926.79	8.75%
<u>Solid Waste Management</u>						
Solid Waste Management	396,689.30	415,139.70	4.65%	782,730.43	813,286.19	3.90%
<u>Cemeteries</u>						
Forest - Beechwood	40,180.05	48,327.34	20.28%	53,649.40	52,570.55	-2.01%
Arkona	30,849.83	22,979.24	-25.51%	50,498.59	41,401.44	-18.01%
Pinery, Ward & Baptist / Misc.	2,614.02	2,248.61	-13.98%	10,556.26	10,472.84	-0.79%
Sub Total	73,643.90	73,555.19	-0.12%	114,704.25	104,444.84	-8.94%
<u>Rec - General</u>						
Gen Admin, Fitness Area, Gymnasium	248,613.95	309,118.50	24.34%	723,898.87	837,358.50	15.67%
<u>Parks</u>						
Parks, Ball Diamonds, Pavillions	32,350.34	28,799.45	-10.98%	160,236.85	173,433.49	8.24%
<u>Beach</u>						
Beach, Beach House, Patrol, P.Lot	588,748.79	682,395.67	15.91%	807,930.69	854,895.06	5.81%
<u>Community Centres & Libraries</u>						
Community Centres	95,041.77	78,798.59	-17.09%	289,953.32	296,990.85	2.43%
Libraries	6,810.72	6,361.21	-6.60%	35,923.76	51,439.31	43.19%
Sub Total	101,852.49	85,159.80	-16.39%	325,877.08	348,430.16	6.92%
<u>Drainage</u>						
Drainage	145,605.12	154,999.06	6.45%	197,393.18	229,198.21	16.11%
<u>Economic Development</u>						
Industry Trade and Tourism	15,450.00	27,291.95	76.65%	50,899.14	98,412.56	93.35%
<u>Water</u>						
Water	3,849,200.00	3,976,963.00	3.32%	3,849,200.00	3,976,963.00	3.32%
<u>Sanitary Sewers</u>						
Sanitary Sewers	1,379,175.00	1,477,567.50	7.13%	1,379,175.00	1,477,567.50	7.13%
TOTAL	18,492,228.93	19,557,556.85		18,492,228.92	19,557,556.85	
Increase over previous year		5.76%			5.76%	

MUNICIPALITY OF LAMBTON SHORES

2011 CAPITAL BUDGET SUMMARY

DESCRIPTION	EXPENSE	FINANCED FROM			Balance
		General Levy	Reserve - Reserve Fund	Finance / Funding / Other	
<u>General Government</u>					
IT Equipment -	\$ 15,055.00		\$ 15,055.00		-
Sub Total General	\$ 15,055.00	\$ -	\$ 15,055.00	\$ -	-
<u>Protection to Persons</u>					
Fire Departments					
AR - Infrared Camera	\$ 16,483.25		\$ 16,483.25		-
AR - Tanker	\$ 193,183.69		\$ 193,183.69		-
FO - Generator	\$ 27,472.08		\$ 27,472.08		-
FO - Fire Hall Capital	\$ 21,977.67		\$ 21,977.67		-
Sub total PPP	\$ 259,116.69	\$ -	\$ 259,116.69	\$ -	-
<u>Community Services</u>					
Road Program					
- Asphalt	\$ 496,254.51		\$ 153,254.51	\$ 343,000.00	-
- Re-surface	\$ 112,360.34		\$ 112,360.34		-
- Bridge & Culvert	\$ 33,240.73		\$ 33,240.73		-
- Sidewalk / Walkway	\$ 120,052.52		\$ 120,052.52		-
- Streetlights	\$ 18,784.54		\$ 18,784.54		-
Vehicle & Equipment	\$ 445,707.00		\$ 445,707.00		-
Recreation & Leisure	\$ 2,112,040.00		\$ 478,140.00	\$ 1,633,900.00	-
Sub total CS	\$ 3,338,439.64	\$ -	\$ 1,361,539.64	\$ 1,976,900.00	-
<u>Offices & Depots</u>					
Northville	\$ 16,483.25		\$ 16,483.25		-
Coverall	\$ 17,719.25		\$ 17,719.25		-
Forest Works	\$ 47,389.10		\$ 47,389.10		-
Sub Total O&D	\$ 81,591.60	\$ -	\$ 81,591.60	\$ -	-
<u>Waterworks System</u>					
General	\$ 239,941.18		\$ 239,941.18		-
Water Mains	\$ 169,117.66		\$ 169,117.66		-
Miscellaneous	\$ 54,944.17		\$ 54,944.17		-
LAWSS	\$ 36,835.00		\$ 36,835.00		-
Sub Total Water	\$ 500,838.01	\$ -	\$ 500,838.01	\$ -	-
<u>Waste Water System</u>					
Sewer Mains	\$ 84,558.83		\$ 84,558.83		-
Miscellaneous	\$ 50,548.63		\$ 50,548.63		-
GB STP	\$ 11,000,000.00			\$ 11,000,000.00	-
Sub Total Sewer	\$ 11,135,107.46	\$ -	\$ 135,107.46	\$ 11,000,000.00	-
2011 TOTAL	\$ 15,330,148.40	\$ -	\$ 2,353,248.40	\$ 12,976,900.00	\$ -
2010 Capital	\$ 29,505,846.78				