



2022 Budget Presentation

TOWNSHIP OF CRAMAHE

Special Council Meeting – Wednesday, February 23, 2022

Agenda

- 2022 Budget Overview
- 2022 Budget Highlights by Functional Classification
- Tax Rate Impact
- Long Term Debt
- Reserve Funds
- Next Steps & Recommendations



Budget Overview

Total \$ Tax Levy Increase is \$304,144.96

Total Net Levy Increase after Growth is 3.08%
- an average increase of 1.91% for residential tax rate

Cost of Living Increase (COLA) 1.75%

Cost of Benefits Increased by 8% (approx.)

Insurance Costs Increase of 15%

Construction Price Index 11.6%

Capital Replacement Requirements



2022 Budget Highlights by Functional Classification



General Government

2021	2022	\$ Net Increase (Decrease)	% Net Increase (Decrease)
\$172,646.66	\$277,118.09	\$104,471	60.5%



General Government

- Staffing Changes – CEO & Treasurer
- Insurance Rate Increase 15%
- Asset Management Plan – Continuation, \$30,000
- IT & HR Support by Northumberland County
- Municipal Election 2022
- Server Replacement, \$17,500
- Maintaining Professional Dev. for H&S, \$5,500



General Government

- 2022 Grants
 - OMPF (\$638,000), Federal Gas Tax (\$89,958)
- Utilization of Modernization Funding \$130,000
- Election Reserve Fund for 2022



Planning & Development

2021	2022	\$ Net Increase (Decrease)	% Net Increase (Decrease)
\$217,119.37	\$189,401.00	-\$27,718	-12.8%



Planning & Development

- Net Decrease of \$27,718
- \$120,000 Budgeted for Sale of Industrial Land
- Salary Changes – Manager of Planning
- Lowered Consulting Fees, \$25,000



Protection Services

2021	2022	\$ Net Increase (Decrease)	% Net Increase (Decrease)
\$1,201,358.20	\$1,163,803.54	-\$37,555	-3.1%



Protection Services

- Increased Revenue Projected for Building Permits
 - 2021 \$125,000 vs. 2022 \$200,000
- OPP Billing \$979,675, which is approx. \$6K lower than 2021
 - \$75,670 billed for 2020 reconciliation
 - Contributed from reserves



Fire Services

2021	2022	\$ Net Increase (Decrease)	% Net Increase (Decrease)
\$605,008.61	\$794,758.84	\$189,750	31.4%



Fire Services

- No Contributions from DC – 2021 was \$45,000
- Lowered Contribution from Reserves
 - \$60,000 for 2022 vs. \$71,500 for 2021
- Higher Contribution to Reserves
 - \$150,000 for 2022 vs. \$70,000
 - to fund the new pumper (fire truck)
- \$106,623 Loan Repayment – South Fire Hall
- Capital Includes Pick-up Truck, Portable Radios, SCBA Cylinders & E-Draulic Tools



Transportation Services

2021	2022	\$ Net Increase (Decrease)	% Net Increase (Decrease)
\$2,243,111.30	\$2,231,379.63	-\$11,732	-0.5%



Transportation Services

- Maintained Annual Contributions to Reserve for \$75,000
- Aggregate Resources Trust \$245,000 (TORAC)
- Contributions from Reserves \$679,000
- Contributions from DC \$75,000
- Barns Road Overpass Project Deferred to 2022, estimated at \$740,000
- 2022 Capital Projects include:
 - Snow Blower Holder, Tandem Snowplow Truck, Single Axle Snowplow Truck



Road Construction

2021	2022	\$ Net Increase (Decrease)	% Net Increase (Decrease)
\$421,700.00	\$421,150.00	-\$550	-0.1%



Road Construction

- Contribution from Reserves \$250,000
- Contribution from Federal Gas Tax \$360,000
- Total Construction Cost of \$1,124,150 includes:
 - Waites Rd, Walker Rd, Dingman Rd, Boundary Rd, Mutton Rd, Ventress Rd, Parliament Street, Chapman Rd, Other Sidewalk Construction & Engineering Study for Ontario Street (Deferred from 2021)



Municipal Facilities

2021	2022	\$ Net Increase (Decrease)	% Net Increase (Decrease)
\$269,870.00	\$284,742.46	\$14,872	5.5%



Municipal Facilities

- Overall Budget Increase of \$14,872
- Maintained Contribution to Building Reserves \$30,000
- 2022 Projects include:
 - Building Upgrades (\$4,000), Castleton Gazebo (\$3,000), Castleton Library Ramp Cover (\$43,750) & Secured Entry System (\$20,000)
- CCRF Grant - Library for \$27,750
- \$8,000 Transferred from Reserves



Environmental Services

- Water & Sanitary Sewer System are based on Cost Recovery
- Annual Billing Rates are based on Water & Wastewater Rate Study
- Water & Wastewater Billings are Contracted out to Aquatech
 - Annual Budgeted Cost \$265,000
- Contribution from Water Reserves is \$48,000
- Contribution from Wastewater Reserves is \$42,930



Environmental Services

- **2022 Capital Water**
 - Water Meter Upgrades, \$45,000
 - Upgrades to System, \$60,000
 - Building Upgrades, \$134,000

- **2022 Capital Wastewater**
 - Auto Dialer Upgrades, \$15,000



Recreation & Culture

2021	2022	\$ Net Increase (Decrease)	% Net Increase (Decrease)
\$804,100.33	\$883,919.90	\$79,819.57	9.93%



Recreation & Culture

- \$32,000 Contributed to Reserves for Zamboni Replacement 2023
- \$160,000 Contribution from Reserves
- Capital Projects:
 - Parks Vehicle, \$40,000
 - Electrical Boxes Update, \$20,000
 - Ice Plant Chiller, \$100,000
 - Building Upgrades, \$42,200
 - Interior Accessibility Upgrade, \$151,800
- ICIP Grant \$151,800



Library

2021	2022	\$ Net Increase (Decrease)	% Net Increase (Decrease)
\$278,557.00	\$285,063.72	\$6,507	2.34%





Library

- Full-time Staff Member \$45,500 approx. ↑
- Lowered Part-time Expense \$31,400 approx. ↓
- Books Budget \$30,000 & E-Resources Budget \$8,361
- Contributions from DC \$8,361



Tax Rate Impact

- 2021

$$0.00744055 \times \$250,000 = \$1,860.14$$

- 2022

$$0.00763155 \times \$250,000 = \$1,907.89$$

Increase for a \$250,000 home will be \$47.75 per year or \$3.97 per month





Long Term Debt

- Overall Debt is \$3,800,298 vs. \$3,983,473 (2020)
- Current principal and interest payments for the township are \$316,560.
- Long Term Debt:
 - South Firehall 2017- OILC debenture, due September 15, 2027, repayable in blended semi-annual installments of \$53,312, interest rate fixed at 3.51% per annum.
 - Wastewater Upgrade 2009 - Long term loan from CMHC, due November 1, 2024, repayable in blended annual installments of \$123,590, interest rate fixed at 3.99% per annum
 - Burnham, Park & Cedar - OILC debenture, due November 15, 2049, repayable in blended semi-annual installments of \$43,173, interest rate fixed at 2.91% per annum



Reserve Funds

- Overall Reserve and Obligatory Reserve Balances are Adequate
- Estimated Reserve Balance at end of 2022 is \$ \$6,349,806
- Estimated Federal Gas Tax Balance at end of 2022 is \$1,090,000
- Wastewater Reserve Fund



Next Steps

- 2022 Tax Rates for Municipal, County and School Board Levy
- Creation of GL Accounts for Approved Capital Projects
- Review GL Account Ledger for Improvements
- Review Water & Sewer Charges for All Departments
- Strategy for Contributions to Wastewater Reserve
- Monthly Variance Reports to All Departments
- Schedule OPP & AMP Delegations



Closing Remarks



Thank You to Council and all
Staff Members



This Presentation will be
Available on Township's
Website



Questions?

