

Town of Tecumseh

2012 Proposed Budget Update

Presentation to Town Council

December 13, 2011



2012 Tabled Tax Levy Impact Summary (Nov 8, 2011)

	2011	2012 Tabled	2013	2014	2015	2016
Department Operations	1.07%	1.29%	0.93%	0.80%	0.73%	0.71%
Payroll/Benefits	0.40%	1.68%	0.63%	0.74%	0.73%	0.71%
Police Services	2.28%	1.33%	1.27%	1.84%	1.71%	1.66%
Sub-total	3.75%	4.30%	2.83%	3.38%	3.18%	3.08%
Lifecycle	1.40%	1.68%	2.90%	2.69%	0.00%	0.00%
Lakewood Golf Course - debt charges	1.51%	1.20%	0.00%	0.00%	0.00%	0.00%
Total	6.66%	7.19%	5.73%	6.07%	3.18%	3.08%
Assessment Loss/(Growth)	0.13%	0.47%	0.00%	0.00%	0.00%	0.00%
Total w/ Growth factor	6.79%	7.66%	5.73%	6.07%	3.18%	3.08%



Tabled Municipal and Total Tax Levy

	2011	2012	% Increase
Municipal	\$17,028,000	\$18,252,500	7.19%
County	\$11,580,000	<i>est. \$11,904,000</i>	2.80%
Education	\$13,140,000	<i>est. \$13,009,000</i>	-1.00%
Total	\$41,748,000	\$43,165,500	3.40%



Adjustments – SCM's of Nov 14 & 15

Council – Salary Freeze	(\$4,000)
AMO/Other Committees (one-time)	(\$8,000)
Travel & Mileage	(\$2,000)
Public Relations	(\$1,700)
Admin. Asst. to Mayor/Council	(\$73,800)
CAO – Pro Fees-Other (Strategy Corp – LC)	(\$28,000)
Clerk – Animal Control (A'burg eff. 2013)	(\$3,000)
Corporate – Vacation Pay Seasonal (4%)	(\$30,000)
Corporate – Health Benefits (rate update)	(\$25,000)
Total Adjustments	(\$175,500)



Revised Nov 15th Municipal & Total Tax Levy

	2011	2012	% Increase
Municipal	\$17,028,000	\$18,252,500	7.19%
Adjustments		(\$175,500)	
Municipal Adj.		\$18,077,000	6.16%
County	\$11,580,000	<i>est. \$11,904,000</i>	2.80%
Education	\$13,140,000	<i>est. \$13,009,000</i>	-1.00%
Total	\$41,748,000	\$42,990,000	2.97%

Council directs Administration to return with recommendations to achieve Total Tax Levy increase of 2.50%

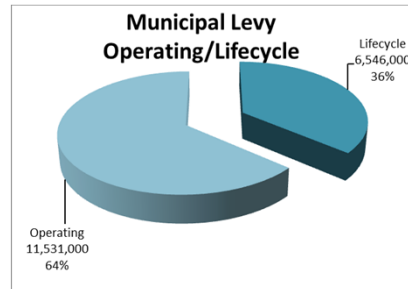


Adjustments required to achieve 2.50%

	2011	2012	% Increase
Municipal revised	\$17,028,000	\$18,077,000	6.16%
Adjustments		(\$197,000)	
Municipal target	\$17,028,000	\$17,880,000	5.50%
County	\$11,580,000	<i>est. \$11,904,000</i>	2.80%
Education	\$13,140,000	<i>est. \$13,009,000</i>	-1.00%
Total	\$41,748,000	\$42,793,000	2.50%



Operating/Lifecycle split



Administration sought levy reductions proportionate to municipal levy allocation between Operating and Lifecycle, i.e. approx. \$125k from Operating and \$70k from Lifecycle



Areas reviewed for possible adjustments

- New services
- Existing services
- Revised rates and Lifecycle funding
- Lifecycle



Recommended adjustments to new services

	Tabled	Adjust.	Revised
PW – 2 students	\$17,000	(\$17,000)	-
Winter Control – 1 seasonal	\$13,000	(\$13,000)	-
Parks – Lakewood maintenance	\$137,500	(\$50,000)	\$87,500
Christmas in Tecumseh - parade	\$15,000	(\$10,000)	\$5,000
Cultural Committee	\$10,000	(\$5,000)	\$5,000
Total adjustment		(\$95,000)	

PW students were to address additional weed clearing requested – Parks staff will assist

WC seasonal was to increase level of service for sidewalk clearing
Lakewood maint. – contract cuts, no equip, no Lifecycle

Christmas in Tecumseh – seek contributions from BIA and others

Cultural Committee – maintain 2011 budget



Recommended adjustments to existing services

	Tabled	Adjust.	Revised
Parks – materials (flower beds)	\$56,900	(\$5,000)	\$51,900
Parks – tree trimming	\$30,000	(\$5,000)	\$25,000
Corn Festival – pro development	\$2,000	(\$2,000)	-
Fire – education/training	\$8,800	(\$3,000)	\$5,800
Fire - uniforms	\$17,840	(\$2,000)	\$15,840
Clerk - advertising	\$4,000	(\$2,000)	\$2,000
Total adjustment		(\$19,000)	

Parks – eliminate flower beds at park signs – frees resources to assist with weed clearing; tree trimming – only as required

Corn Festival – FEO Conference

Fire education – more in-house training; uniforms – reduce to minimum

Clerk advertising – electronic newsletter only



Recommended adjustments re: revised rates & Lifecycle funding

	Tabled	Adjust.	Revised
Garbage disposal – tipping fee	\$735,000	(\$14,000)	\$721,000
Corporate-wide – office equip.	\$17,700	(\$1,000)	\$16,700
Winter control – building maint.	\$5,500	(\$5,000)	\$500
Total adjustment		(\$20,000)	

Garbage disposal – EWSWA provided updated estimate on tipping fees
 Corporate-wide office equipment maintenance – new photocopiers
 Winter control – salt shed roof to be funded through LC buildings



Recommended adjustments to Lifecycle

	Tabled	Adjust.	Revised
Lifecycle – above 1.40%	\$286,500	(\$51,000)	\$235,500
Waterfront LT debt to stabilization reserve	\$52,000	(\$12,000)	\$40,000
Total adjustment		(\$63,000)	

Reduce Lifecycle increase to 1.4% as in 2011 – this will extend the program into 2015, adds additional \$100k in debt and adds \$65k to deficiencies
 Waterfront LT debt – surplus due to lower borrowing rates to be transferred to budget stabilization reserve – reduce to \$40,000



Revised Dec 13th Municipal & Total Tax Levy

	2011	2012	% Increase
Municipal	\$17,028,000	\$18,077,000	6.16%
Adjustments		(\$197,000)	
Municipal updated		\$17,880,000	5.00%
County	\$11,580,000	<i>est. \$11,904,000</i>	2.80%
Education	\$13,140,000	<i>est. \$13,009,000</i>	-1.00%
Total	\$41,748,000	\$42,793,000	2.50%

Adjustments of \$197,000 comprised of:

- \$95,000 New Services
- \$19,000 Existing Services
- \$20,000 Revised Rates and LC funding, and
- \$63,000 Lifecycle



2012 Updated Municipal Levy Impact (Dec 13, 2011)

	2011	2012 Tabled	2012 Update	2013 Update	2014 Update	2015 Update	2016 Update
Department Operations (excl pay/benefits)	1.07%	1.29%	0.39%	1.01%	0.66%	0.75%	0.72%
Payroll/Benefits	0.40%	1.68%	0.69%	0.65%	0.75%	0.75%	0.72%
Police Services	2.28%	1.33%	1.33%	1.29%	1.88%	1.74%	1.68%
Sub-total	3.75%	4.30%	2.42%	2.95%	3.29%	3.23%	3.12%
Lifecycle	1.40%	1.68%	1.38%	2.90%	2.90%	0.47%	0.00%
Lakewood Golf Course - debt charges	1.51%	1.20%	1.20%	0.00%	0.00%	0.00%	0.00%
Total	6.66%	7.19%	5.00%	5.85%	6.19%	3.70%	3.12%
Assessment (Growth)/Loss	0.13%	0.47%	0.47%	0.00%	0.00%	0.00%	0.00%
Total w/ Growth factor	6.79%	7.66%	5.47%	5.85%	6.19%	3.70%	3.12%



2012 Property Tax Levy Change
 - \$200,000 Home (Nov 8, 2011)

	\$ 2012	\$ Change	%
Town	\$1,331	\$96.22	7.79%
Education est.	\$450	-\$11.36	-2.46%
County est.	\$868	\$28.06	3.34%
Total	\$2,649	\$112.92	4.45%
Impact per week		\$2.17	
Impact per month		\$9.41	



2012 Property Tax Levy Change - updated
 - \$200,000 Home (Dec 13, 2011)

	\$ 2012	\$ Change	%
Town	\$1,304	\$69.05	5.59%
Education est.	\$450	-\$11.36	-2.46%
County est.	\$868	\$28.06	3.34%
Total	\$2,622	\$85.75	3.38%
Impact per week		\$1.65	
Impact per month		\$7.15	



2012 Property Tax Levy Change
 - \$300,000 Home (Nov 8, 2011)

	\$ 2012	\$ Change	%
Town	\$1,996	\$144.33	7.79%
Education est.	\$675	-\$17.05	-2.46%
County est.	\$1,302	\$42.09	3.34%
Total	\$3,973	\$169.37	4.45%
Impact per week		\$3.26	
Impact per month		\$14.11	



2012 Property Tax Levy Change - updated
 - \$300,000 Home (Dec 13, 2011)

	\$ 2012	\$ Change	%
Town	\$1,956	\$103.57	5.59%
Education est.	\$675	-\$17.05	-2.46%
County est.	\$1,302	\$42.09	3.34%
Total	\$3,933	\$128.62	3.38%
Impact per week		\$2.47	
Impact per month		\$10.72	



Conclusion

- Recommended adjustments achieve target of 2.5% total levy increase
- There will be some adjustments to service levels
- Lifecycle program will be extended into 2015
- Recommended changes allow for small contribution to budget stabilization reserve



Questions & Discussion

