



**THE DISTRICT OF PORT HARDY
2018-2022 FINANCIAL PLAN PRESENTATION
6:30pm JANUARY 23, 2018
COUNCIL CHAMBERS, MUNICIPAL HALL
7360 COLUMBIA STREET**

PRESENT: Mayor Hank Bood, Councillors Pat Corbett-Labatt, Dennis Dugas, Rick Marcotte, Fred Robertson, John Tidbury and Leightan Wishart (by telephone)

ALSO PRESENT: Allison McCarrick, Chief Administrative Officer; Heather Nelson-Smith, Director of Corporate Services; Abbas Farahbakhsh, Director of Operational Services; Adrian Maas, Director of Financial Services

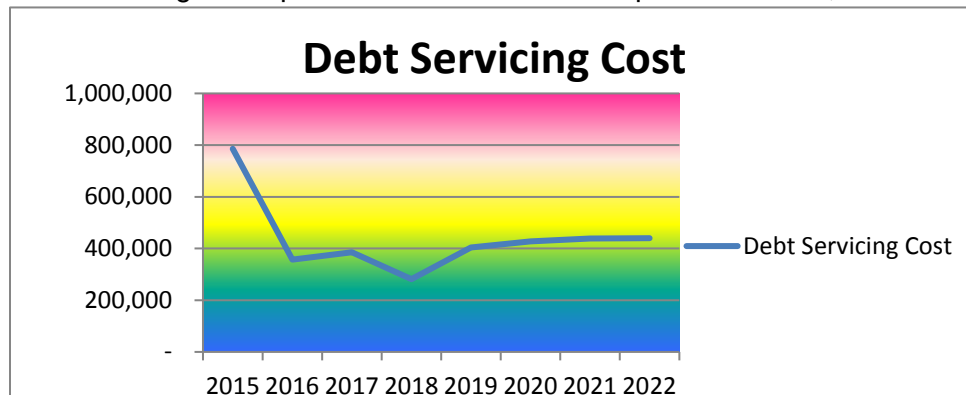
MEDIA: None **MEMBERS OF THE PUBLIC:** 1

Presentation by Adrian Maas, Director of Financial Services

Time: 6:30pm

Adrian Maas, Director of Financial Services for the District of Port Hardy, gave a presentation to provide an overview of the 2014-2018 District of Port Hardy Financial Plan. The *Community Charter* requires all municipalities to adopt a five year financial plan on an annual basis. The following are the highlights of the presentation:

- The multiplex project was authorized by referendum in 2016 and continues to wait on grant funding.
- Debt servicing and Operations cost increases expected in 2019, 2020 and 2021.



- Fire Services costs will increase starting in 2018 by implementing 'paid on call' for volunteer fire fighters resulting in 1.25% tax increase. This will show as a line item on tax notices.
- A review of general capital plan expenditures total \$779,700 with some projects carried over from 2017. Reserve funds and grants will provide the majority of funding for 2018 capital program.

#1 Fire hall Lighting Windows	\$ 21,500
Civic Centre Emergency Generator	84,000
Arena Painting	59,000
Arena Doors and Gas detection	16,000
Olympia repairs/rebuild	30,000
Roads and Crack Sealing	155,000
Storm Catch Basin Repairs	7,500
Downtown revitalization	25,000
Xmas Decorations	7,500
Zero Turn Mower	20,000
Replace Ford Escape and Cube Van	85,000
Seawall Lights Phase 5	30,000

Museum Office Renovation	5,000
Seagate Pier Revitalization completion	65,000
Seagate Pier Structural-carried over	100,000
Seagate Wharf T Float Pilings/upgrades	33,000
Fishermen's Wharf Decking	3,000
Lost at Sea Marker-carried over	10,000
Bear Cove Electrical	16,000
Bear Proof Bin program	<u>7,200</u>
	<u>\$779,700</u>

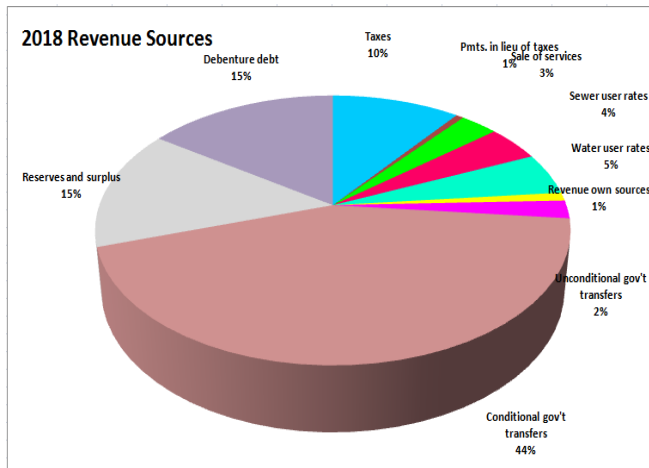
- A review of water and sewer capital projects: Water: work totaling in excess of \$5.5 million commenced in 2017, \$114,000 in new work will start in 2018, grants in the amount of \$4.15 million are approved and user fees will increase by 4%. Sewer: work totaling \$145,000 will begin, an additional \$357,000 from the previous year will continue. With a 4% increase in user fees and elimination of debt (\$265K) in 2017 the sewer fund is expected to increase its capacity to fund capital improvements in the future.
- A review of 2018 – 2022 Consolidated Capital Plan

	2018	2019	2020	2021	2022
Revenue					
Conditional capital grants	12,833,800	2,176,000	1,712,500	1,617,500	1,622,500
Contributions from others					
Loan Proceeds	4,539,000	235,000	1,225,000	-	75,000
Transfer from reserves/surplus	1,875,747	491,175	290,000	50,000	50,000
Transfer from current years operations	498,953	312,200	307,200	272,200	215,000
	<u>19,747,500</u>	<u>3,214,375</u>	<u>3,534,700</u>	<u>1,939,700</u>	<u>1,962,500</u>
Expenditures					
General government services	-	-	-	-	-
Protective services	105,500	415,000	1,020,000	-	-
Transportation services	539,500	719,675	1,042,500	517,500	547,500
Environmental & public health services					
Economic & development services					
Parks, recreation & cultural services	12,337,500	674,700	57,200	7,200	-
Wastewater services	1,092,000	50,000	50,000	50,000	50,000
Water services	5,673,000	1,355,000	1,365,000	1,365,000	1,365,000
	<u>19,747,500</u>	<u>3,214,375</u>	<u>3,534,700</u>	<u>1,939,700</u>	<u>1,962,500</u>

- A review of 2018-2022 Consolidated Revenue

Revenue	2018	2019	2020	2021	2022
Municipal property taxes	3,064,658	3,257,305	3,362,224	3,457,887	3,561,988
Payments in lieu of taxes	179,128	180,993	182,896	184,821	186,775
Sale of services	898,256	916,219	934,541	953,229	972,292
Sewer user rates	1,271,897	1,319,770	1,369,429	1,421,013	1,474,595
Water user rates	1,480,338	1,509,945	1,540,143	1,570,945	1,602,363
Revenue from own sources	291,928	297,597	303,549	309,050	314,748
Unconditional transfers other governments	632,425	634,488	636,592	638,738	640,927
Conditional transfers other governments	12,796,000	2,176,000	1,712,500	1,617,500	1,622,500
Contributions from developers	-	-	-	-	-
Transfers from reserves & other funds	4,330,150	2,863,375	2,669,100	2,421,038	2,373,838
Debenture debt	4,539,000	235,000	1,225,000	-	75,000
	<u>29,483,780</u>	<u>13,390,692</u>	<u>13,935,974</u>	<u>12,574,221</u>	<u>12,825,026</u>

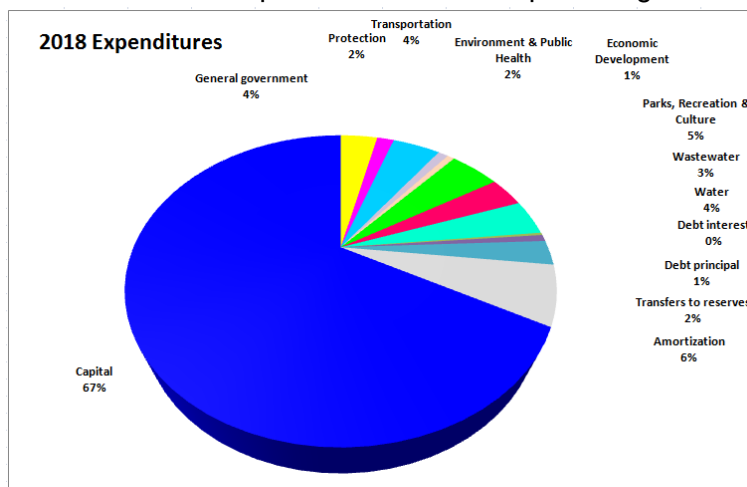
- A review of 2018 Revenue sources.



- A Review of Consolidated Expense 2018-2022

Expenditures	2018	2019	2020	2021	2022
General government services	1,064,886	1,089,749	1,116,537	1,143,858	1,174,167
Protective services	484,572	487,983	498,180	508,604	519,249
Transportation services	1,356,703	1,390,938	1,421,621	1,453,035	1,485,188
Environmental & public health services	284,359	285,108	290,811	296,628	302,559
Economic & development services	202,376	206,322	210,349	214,455	218,644
Parks, recreation & cultural services	1,382,055	1,418,107	1,448,897	1,480,400	1,512,653
Wastewater services	978,040	1,012,304	1,032,550	1,053,197	1,074,268
Water services	1,121,480	1,147,632	1,170,583	1,193,999	1,217,881
Debt charges	79,001	136,679	134,340	131,881	129,429
Debt principal repayments	202,500	267,872	293,199	306,900	310,390
Transfers to reserves & other funds	748,108	768,623	809,207	851,564	908,098
Amortization	1,870,000	1,965,000	1,975,000	2,000,000	2,010,000
Capital expenditures	19,709,700	3,214,375	3,534,700	1,939,700	1,962,500
	29,483,780	13,390,692	13,935,974	12,574,221	12,825,026

- A review of 2018 expenditures. Note: Capital Program is large and though beginning in 2018 it will span multiple years. An important impact to take note of is that on the revenue screen Reserves and surplus draw downs represented 15% of revenue while contributions into the reserves here represent 2%.



though beginning in 2018 it will span multiple years. An important impact to take note of is that on the revenue screen Reserves and surplus draw downs represented 15% of revenue while contributions into the reserves here represent 2%. Amortization is not funded by taxation.

- Impact on property taxes total \$4.025% or \$82.00 on average family home.

The presentation ended and the meeting was declared closed.

Time: 6:50 pm