



Staff Report FIN2022-032

Title of Report: FIN2022-032 2023 Capital Budget
Department: Finance
Council Date: November 29, 2022

Recommendation:

Be it resolved that Council receive Staff Report FIN2022-032 2023 Capital Budget as information; and

That Council direct staff to proceed with all necessary administrative actions.

Background:

Municipal Act, 2001 s. 290(1) requires a municipality shall:

“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”.

On October 5, 2022, Council received Staff Report FIN2022-025 2023 Budget and approved the 2023 Budget timeline as follows:

Wednesday, October 5, 2022	9am	Regular Council	Set Budget timeline
Wednesday, November 2, 2022	9am	Council/ Committee of the Whole	Present 2023 Multi-year Capital Forecasts to Current Council (if needed)
Wednesday, November 23, 2022	9am	Council/ Committee of the Whole	Present 2023 Multi-year Capital and 2023 Special Project Multi-year Forecasts to New Council
Tuesday, November 29, 2022	9am	Council/ Committee of the Whole	Discuss 2023 Capital and 2023 Special Project Budgets
Wednesday, December 14, 2022	9am	Council/ Committee of the Whole	Present 2023 Operating Budget
Wednesday, January 11, 2023	9am	Council/ Committee of the Whole	Discuss/Recommend 2023 Operating Budget
Tuesday, January 24, 2023	7pm	Public Information Meeting	Staff to present consolidated 2023 Budget and receive public comments
Wednesday February 1, 2023	9am	Regular Council	Approval of consolidated 2023 Budget

On November 2, 2022, Council received Staff Report FIN2022-029 2023 Capital Budget and discussed the list of capital projects presented.

On November 23, 2022, Council received Staff Report FIN2022-031 2023 Capital Budget and discussed the list of capital projects presented.

Staff Comments:

Staff have prepared a projected 2022 Capital and a draft 2023 Capital budget and 10 year forecast, detail is provided as Attachment 1. As discussed on November 23, 2022, changes made include the Collection Truck presentation update to reflect a 2024 delivery/payment and the increase in the requirement from taxation for Solid Waste smoothed to 2.8% a year for the next four years, and the Administration budget was updated to reduce the technology budget to \$6,000. In addition, the Road budget was updated to reflect to use of the 2023 sale proceeds that are to be contributed to reserve in 2024.

After the above changes, there remains insufficient funding available for all the projects to proceed. Staff request Council provide direction on which projects to proceed with.

The 2023 Budget (operating and capital consolidated) and the projected 2022 and the draft 2023 Budget Schedule of Reserve, Deferred Revenue and Reserve Funds will be provided at the next budget meeting.

Financial Implications:

Based on the 2022 Budget, each \$135,759 increase in the general taxation levy equates a 1% increase in the estimated blended tax rate.

Communications & Community Action Plan Impact:

This report has been written and presented to Council in accordance with the Southgate Community Action Plan:

Mission Statement Pillars

- Trusted Government
- Economic Prosperity.

Themes:

- Municipal Services
- Public Communications

Core Values:

- Integrity
- Stewardship

Concluding Comments:

There is insufficient funding available for all of the 2023 Capital Budget and 10 year forecast projects to proceed as presented. Staff request Council provide direction on which projects to proceed with.

Respectfully Submitted,

Dept. Head: ***Original Signed By***
William Gott, CPA, CA Treasurer

CAO Approval: ***Original Signed By***
Dave Milliner, CAO