

**City of
Thompson**



2014 Financial Plan

Presentation Outline

- Budget Highlights
- Mill Rate Comparison
- Tax Result Comparison
- Question Period

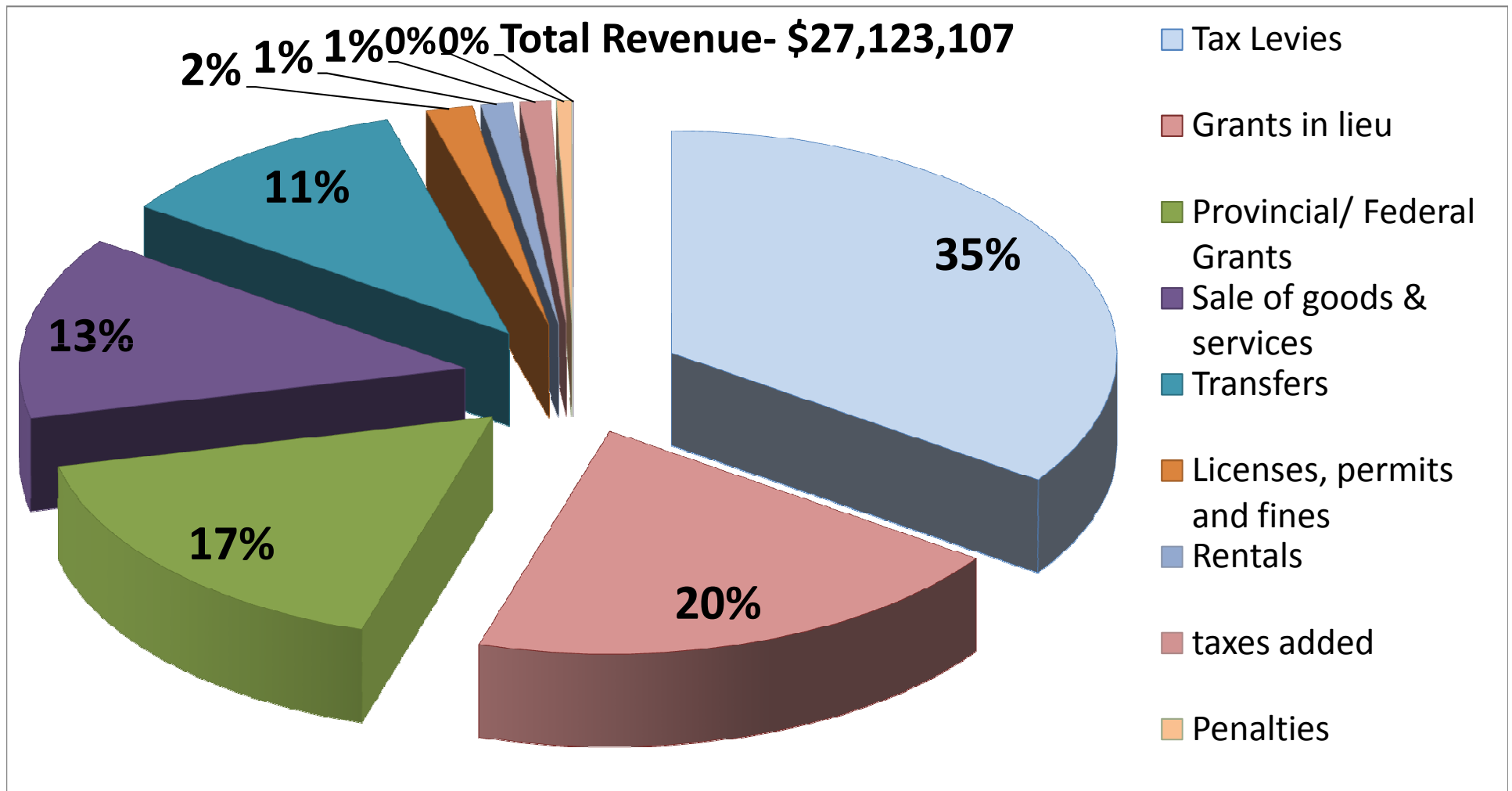
Revenues - Highlights

- 2014 was a reassessment year for properties to reflect how property values have changed since 2012
- This resulted in an average increase to residential property values of 3.3% and an increase to commercial properties of 6.7%
- Fees & Fines increased by 3.74%, consistent with the 2013 tax increase

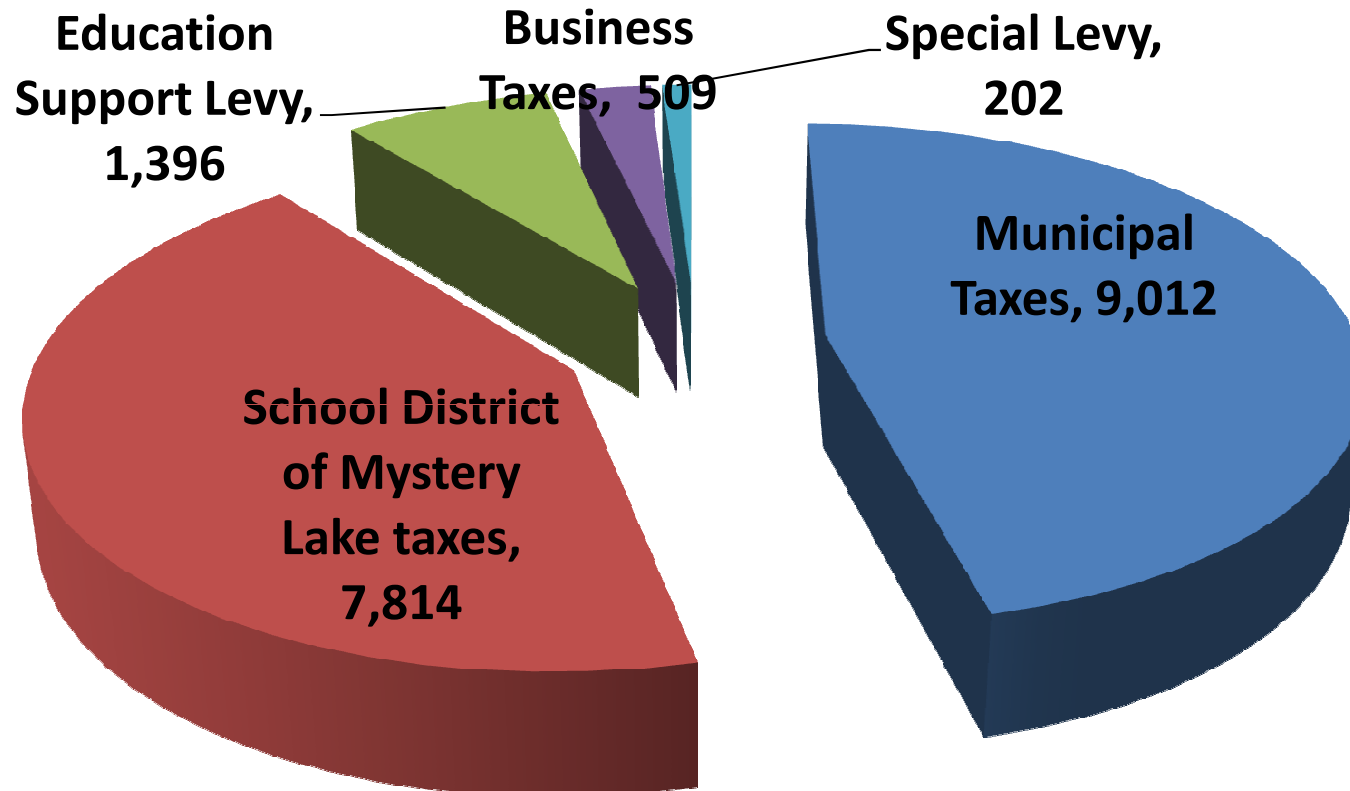
Revenues - Highlights

- Revenues of \$165,000 from the NRHA for the purchase of equipment for the Fitness area are reflected
- Vale capital revenues of \$750,000 included in the capital revenues. Council has allocated the revenue to \$600,000 per year for capital projects over the five year GIL.
- \$270,000 reduction to revenues reflecting the end of the federal Police Officer Recruitment Fund for funding of 2 additional municipal policing officers

City of Thompson Revenues



2014 Property Taxes- Thousands



Accommodation Tax

- The City budgeted \$500,000 in revenue from the Hotel Accommodation Tax.
- The Hotel Accommodation Tax By-Law allocates revenue in the following manner:
 - 60% to Infrastructure Reserve
 - 20% to Public Safety Reserve
 - 20% to Affordable Housing Reserve

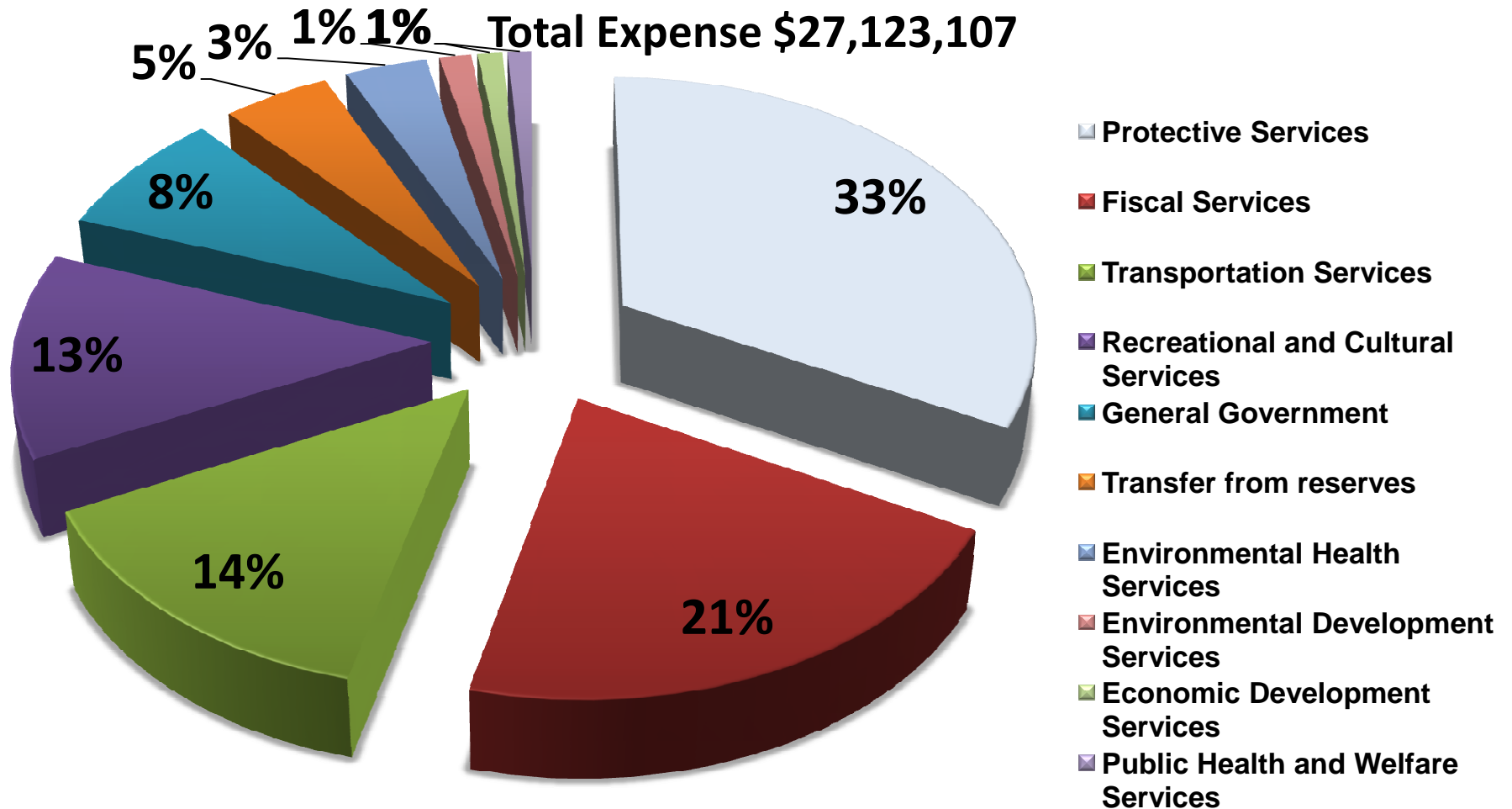
Accommodation Tax- Projects Funded

Infrastructure Reserve	Public Safety Reserve	Affordable Housing Reserve
2014		
Equipment Replacement-, Small Capital, dump truck, Trucks, Tractor, IT upgrades, BCC Ice Plant	Firefighters accountability system, Defibrillator, Small Capital	Our Home Kikanaw, Homeless Shelter
Roof – Public Safety Building, Cemetery upgrades	Roof – Public Safety Building YARN	Thompson Housing Agency
2013		
Equipment Replacement- Trucks, loader. Cold Storage building, IT upgrades, Rotary Park	SCBA Equipment, Jaws of life, radios, safety railing at City hall, vehicle replacement, YARN	Homeless Shelter, Seniors Housing, Housing First
Boundary Expansion	Recreation area lighting	Thompson Housing Agency

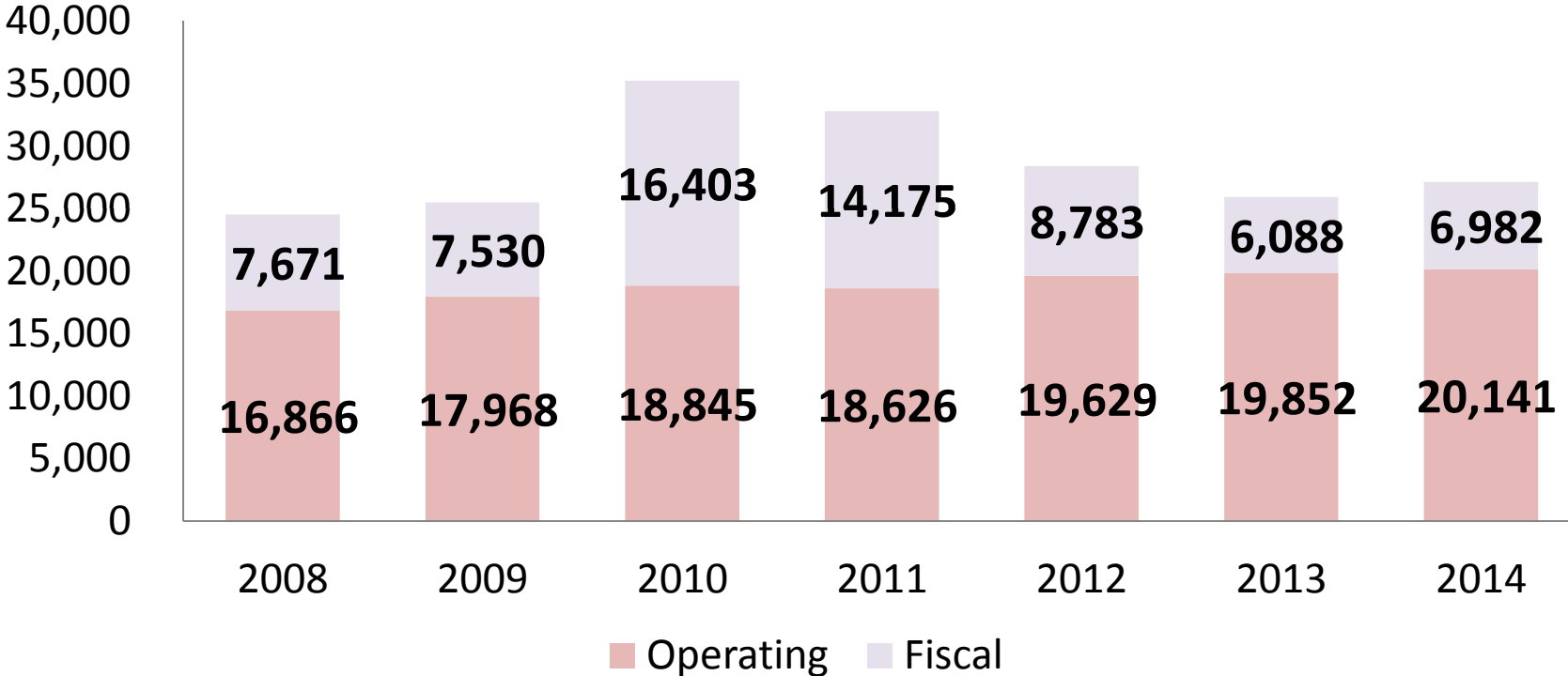
Expenses- Highlights

- Status quo budget- only contractual increases (salaries, RCMP contract)
- Opening of the Fitness area incorporated into the budget
- New Communications Officer position funded
- Reduction of two funded RCMP officers due to end of the federal Police Officer Recruitment Fund at the end of 2013

City of Thompson 2014 Expenses



Year-Over-Year Summary- Thousands



Controlled Entities

- Due to investment and operational efficiencies at the Thompson Recycle Center the funding requirements have been reduced for the 2nd consecutive year for a total decrease of 17%.
- Funding for the library has increased by 5.5%
- Debt reduction strategy being implemented
- All other funding has remained status quo for 2014

Controlled Entities

	2013	2014
Thompson Housing Agency	\$50,000	\$50,000
Thompson Public Library	\$225,000	\$237,500
Thompson Zoological Society	\$85,000	\$85,000
Thompson Community Development Corporation (TU)	\$150,000	\$150,000
Thompson Recycling Center	\$320,000	\$260,000

Community Groups

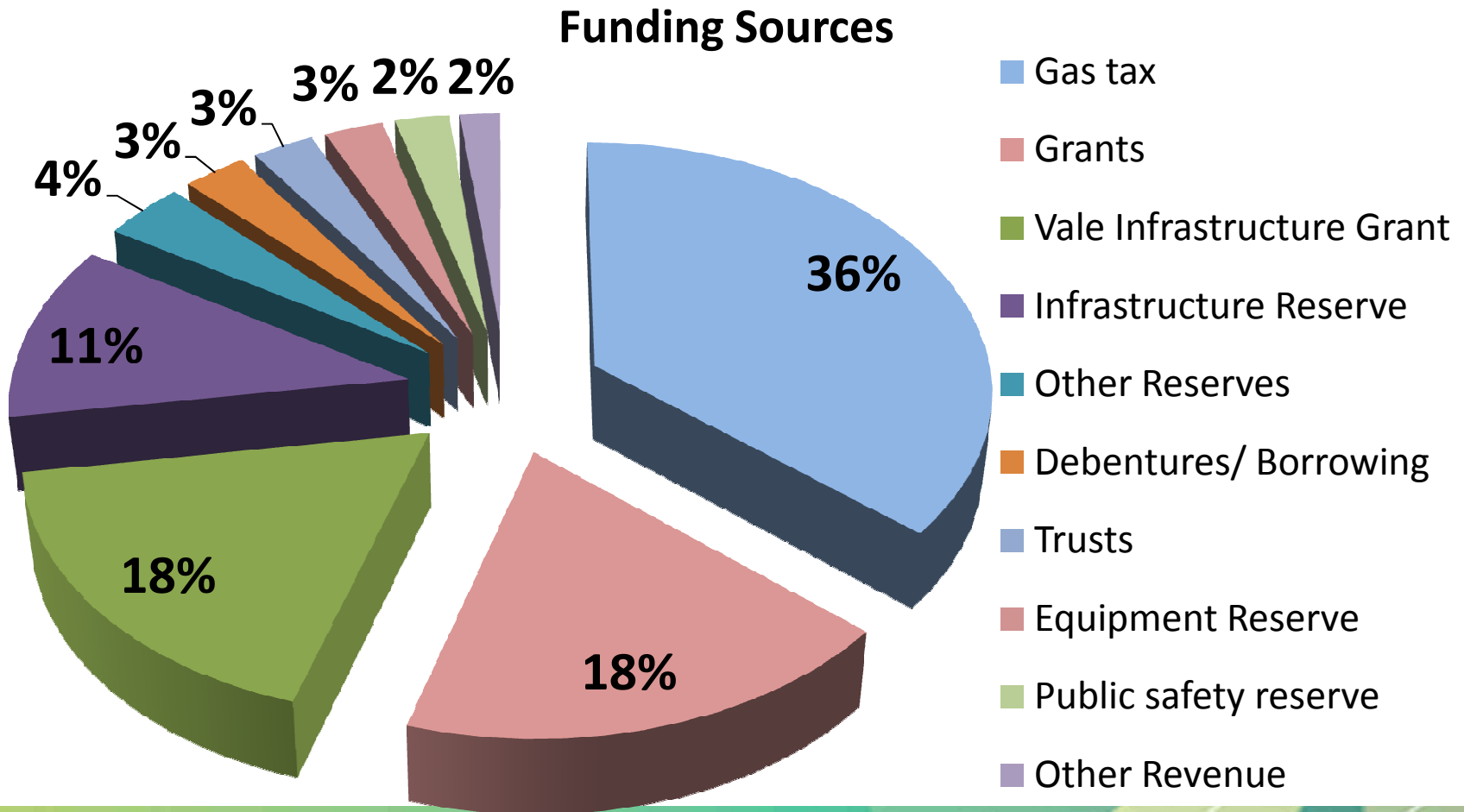
- The 2014 Plan includes the following contributions to community groups;

Museum	\$53,000
Humane Society	\$31,126
Homeless Shelter	\$25,000
Spirit Way/ Lions' Park	\$20,000
Curling Club	\$9,000
YARN	\$15,000
Ambassador Program	\$15,000

Capital Funding

- Zero property tax dollars have been required for the purchase of capital for the second consecutive year
- No new debentures(borrowings) are being approved to leave sufficient room for the Waste Water Treatment Plant
- Vale Grant-in-lieu agreement includes an infrastructure component – 2nd year of the program

Sources of Capital Funding



Capital Projects

Capital Project	Value	Funding Source
UCN Drive West and Thompson Drive Intersection	\$350,000	Gas Tax Revenues, Vale GIL
Multi- Use Paths	\$495,000	Vale GIL
Sidewalk Renewal Program	\$100,000	Vale GIL, Gas Tax
Burntwood Trailer Court Renewal	\$600,000	Gas Tax Revenues
Road Replacement- Thompson Drive (Commercial Place)	\$410,000	Gas Tax Revenues
TRCC Parking Lot Lighting/ UCN Drive Shoulder remediation	\$95,000	Debenture
Traffic Light Control Cabinets	\$55,000	Gas Tax

Capital Projects- Continued

Capital Project	Value	Funding Source
Equipment Upgrades- Defibrillator, Dump Truck, Half Tonnes, Tractor, Fitness area equipment and access, concessions, BCC Ice Plant (Contribution) , Bus Shelter, Lion's Park (Contribution)	\$493,000	Infrastructure Reserve, Public Safety Reserve, NRHA Grant
Safety Projects- including additional street lighting, pedestrian corridor, firefighters accountability system, Re-roof public safety building	\$115,000	Reserves (Funded by accommodation tax), debenture, Vale GIL
Small capital upgrades- IT backup and storage, Asphaltite, Tables and Chairs, Cemetery Upgrades	\$140,000	Infrastructure reserves, Gas Tax, Trust
Completion of 2013 capital carry-over projects	\$370,100	Reserves, Debentures

Debentures

- The parameters of the 2014 budgets included no new debentures to be taken out due to the debt requirements of the waste water treatment plant in 2015
- The following debentures carried forward from 2013 will be used in 2014

UCN Drive Paving	\$95,000
TRCC South Parking Lot	160,000
Utility- Wastewater treatment plant	\$500,000
Utility Establishment	\$662,000

UTILITY

- The PUB approved 2012-2014 Rates in 2012, and current rates were implemented January 1, 2014
- 2014 Water rates are set at .97/cubic meter and sewer rates are set at .93/cubic meter
- The 2014 flat fee is \$81.51 (2013 \$80.16)
 - includes 15 cubic meters of water
- A rate study will be done in 2014 to determine the rates for 2015 to 2017

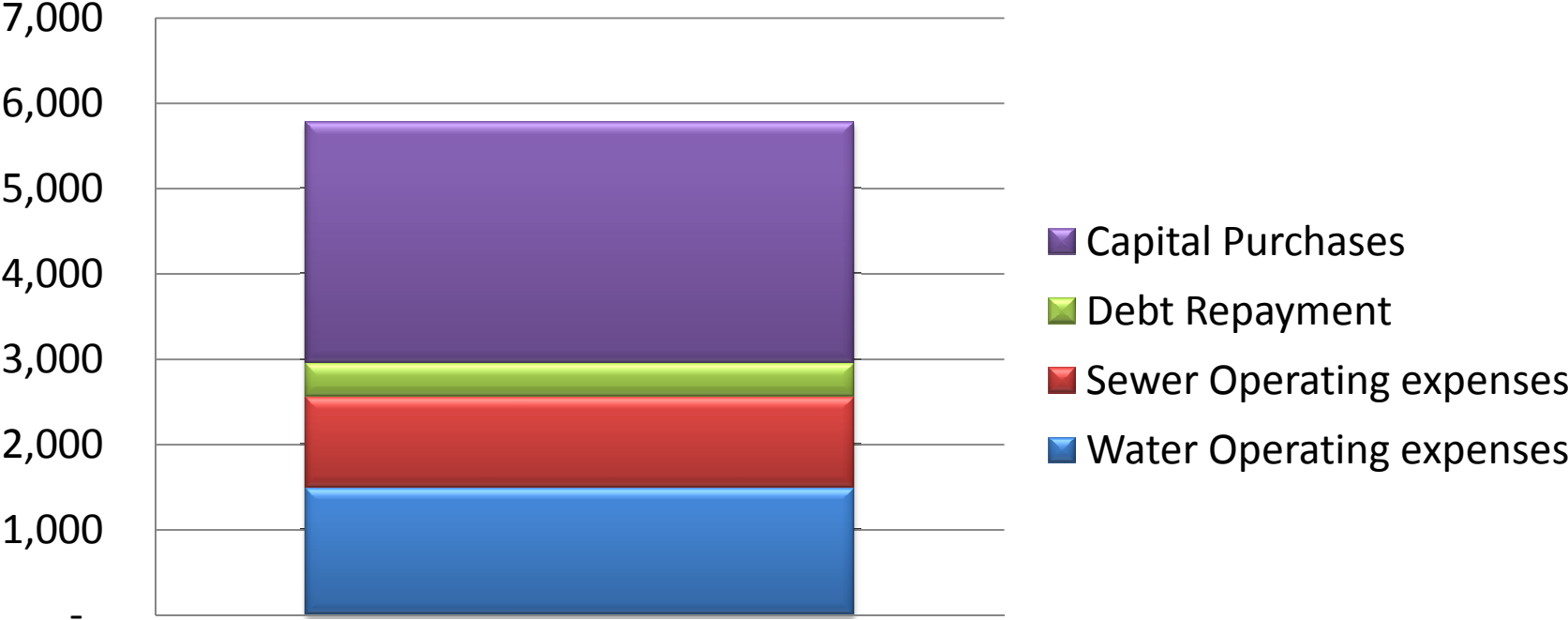
UTILITY CAPITAL

- The 2014 Capital Expenses include;
 - Water main and sewer renewals
 - Beginning the process of the Waste Water treatment plant upgrades
 - Equipment- Tandem Truck, Sewer Cleaner, Lift station work, ½ Ton truck, Hydraulic Diamond Cutter
 - PUB Application preparation

Utility- Thousands

2014 Revenues - \$5,778

2014 Expenses- \$5,778



Expenditures- Thousands



Mill Rate Comparison



Residential Mill Rate Comparison

	2013 Mill Rate	2014 Mill Rate	Difference
Provincial Education Support Levy	0.00	0.00	0.00
SDML Levy	18.528	17.727	-4%
City of Thompson Levy	19.630	19.987	1.8%
Total Residential Mill Rate	38.158	37.714	-1.16%

Commercial Mill Rate Comparison

	2013 Mill Rate	2014 Mill Rate	Difference
Provincial Education Support Levy	11.830	11.390	-3.7%
SDML Levy	18.528	17.727	-4%
City of Thompson Levy	19.630	19.987	1.8%
Total Commercial Mill Rate	49.988	49.104	-1.7%

Tax Result – House Assessment of \$200,000 in 2013, with 3.3% increase for 2014

	2013 Mill Rate	2014 Mill Rate	Change	% Change
Assessment	200,000	206,600	6,600	3.3%
SDML Levy	\$1,668	\$1,648	-\$19	-1.1%
City of Thompson Levy	\$1,767	\$1,858	\$91	5.1%
Total Taxes	\$3,435	\$3,506	\$72	2.1%
<i>Provincial Rebate</i>	<i>\$700.00</i>	<i>\$700.00</i>	<i>\$0</i>	<i>0%</i>
Net Taxes	\$2,735	\$2,806	\$72	2.63%

Portioned Residential Assessment = 45% of assessed value (or \$90,000 taxable)

Tax Result – Commercial Property
Assessed at \$1,000,000 in 2013 with 6.7%
increase in 2014

	Based on 2013 Mill Rate	Based on 2014 Mill Rate	Change	% Change
Assessment	\$1,000,000	\$1,067,000	67,000	6.7%
Provincial Education Support Levy	\$7,690	\$7,900	\$210	2.7%
SDML Levy	\$12,043	\$12,295	\$252	2%
City of Thompson Levy	\$12,760	\$13,862	\$1,102	8.6%
Total Taxes	\$32,473	\$34,057	\$1,564	4.8%

Tax Result – Business Assessment of \$100,200

No Change in Business tax rate for 2014

2013 Rate	2014 Rate	Increase/ (Decrease)	% Change
4.49%	4.49%		
\$4,498.98	\$4,498.98	\$0	0%

Business assessment reflects the annual rental value of the property the business is occupying

Special Levies

- The 2014 Financial Plan includes revenue from:
 - A Special Levy for Water, Storm and Sewer Service Line Maintenance; 2014 amount \$201,531 (estimated at \$63.05/ residence) (2013 amount per residence was \$58.03)

What does this mean?

- If you own a home with the average assessment of \$206,600 you will pay the following taxes;

City of Thompson	\$1,858
SDML	\$1,648
Total	\$3,506
Less education tax credit	-700
Total Taxes Payable	\$2,806

What does this mean?

- The amount you pay to the City of Thompson for Property taxes is \$1,858. In effect you are purchasing the following programs:

General Government	\$220
Protective Services	\$682
Transportation Services	\$369
Environmental Health Services	\$74
Public Health and Welfare	\$25
Environmental Development	\$1
Economic Development	\$13
Recreation	\$298
Debenture Payments	\$175

General Government

- For an annual amount of \$220 you are paying for ;
 - Council and council expenditures
 - Administrative functions (City Manager, Finance, HR, IT, Purchasing, legal fees)
 - Insurance on all City Buildings
 - Assessment services
 - Elections costs

Protective Services

- For an annual amount of \$681 you are paying for;
 - \$467 For RCMP, which includes 38 members plus support staff
 - \$149 for fire and ambulance services which operates 24 hrs a day, 7 days a week. It includes 24 Fire Medics, as well as 5 emergency medical dispatchers, 2 deputies and the Chief.
 - Public Safety program, Animal Control, Building Inspectors

Transportation Services

- For an annual amount of \$369 you are paying for ;
 - Snow removal on streets and sidewalks
 - Paving and patching of streets
 - Street cleaning
 - Sidewalk and curb repairs
 - Street Lighting
 - Transit Buses and Handivan

Environmental Health Services

- For an annual amount of \$74 you are paying for;
 - Garbage Collection
 - Recycling Program
 - Spring Clean-up program
 - Removal of waste in community garbage and recycling cans

Public Health and Welfare Services

- For an annual amount of \$25 you are paying for
 - Cemetery care and maintenance
 - Social Assistance payment to the Province of Manitoba

Economic Development Services

- For an annual amount of \$13 you are paying for
 - Planning and Development Department which deals with all planning and development issues within the City of Thompson and the Thompson Planning District

Recreation and Cultural Services

- For an annual amount of \$299 you are paying for
 - TRCC – CA Nesbitt Arena, Gordon Beard Arena, Bill Comaskey Wellness Center, walking track
 - Norplex Pool
 - 3 outdoor rinks and 2 wading pools
 - Tennis courts, skate park, all area parks
 - Ball diamonds, soccer fields
 - Millennium trail, brushing program, museum contribution, Library, Zoo

Debentures

- For an annual amount of \$175 you are paying for debt for projects implemented within the City
 - TRCC phases
 - Park projects- Skate Park, Cliff Park,
 - RCMP building
 - UCN Drive
 - Transit Buses
 - Fire Truck



- Questions?

