

2019 FINANCIAL PLAN PUBLIC HEARING

May 8, 2019

- The first step in the budget process was to roll back the mill rate by 1.37%, so as to avoid a “tax-grab” due to the reassessment increase. (Not rolling back the mill rate would have resulted in additional increased taxes of \$19,500 on the 1.50% mill rate increase).
- The budget calls for a combination of transfers from accumulated surplus (surpluses from previous years) and an increase in the mill rate of 1.50%. We feel we have reached a good balance in keeping the tax increase at a reasonable level and addressing the priorities the ratepayers have expressed are important to them. The increase in the consumer price index was 2.1%.
- **Mill rate:** **2018:** 15.058 (adjusted for 1.37% reassessment)
 2019: 15.284 (1.50% increase)
- **Budgeted revenues:**

| | 2018 | 2019 | +- |
|---|-----------|-----------|------------------|
| Education Support Levy-Businesses Only | 46,961 | 44,682 | -2,279 (-4.8%) |
| Evergreen School Division | 1,072,316 | 1,086,056 | +13,586 (+1.27%) |
| Fire Hall Debenture | 86,405 | 86,405 | 0.00 |
| Reserves | 7,500 | 7,500 | 0.00 |
| Water Debenture (2017 was not a full year’s payment) | 26,968 | 26,968 | 0.00 |
| Lagoon Debenture (2017 was not a full year’s payment) | 95,879 | 95,879 | 0.00 |
| LID 3 (Low Pressure Sewer & Lagoon Levy) | 148,350 | 151,305 | +2,955 (2%) |
| Mill Rate at Large (increase in assessment) | 1,444,080 | 1,467,651 | +23,570.17 |

- **Expenditure Increases:**
There are no significantly large increases in the general operating budget for 2019, other than insurance premiums which rose approximately 12%. This was due largely to the Municipal Government Insurance Provider having to source a new underwriter; all Manitoba Municipalities will see this increase for 2019. Standard cost of living increases apply across the board, such as salaries; Increases of 2% to 4% for hydro, gas/diesel and telephone services. A small increase in funding for Bandstand entertainment that will be offset by increased Bandstand Sponsorships.
- **Capital Projects:**
 - Repairs to the Canteen at the community centre, as well as flooring upgrades in the community centre entryway; Grants will be sought to cover a portion of those costs.

- A new walking path along Prospect Street from Spruce to the Marina is planned with a cost of approx. \$19,000.00 with grants being requested from the Westshore Foundation and the province's Sustainable Communities grant program.
 - A Community Centre Gym with an approx. cost of \$35,000.00 with grants being requested from the Westshore Foundation and the province's Sustainable Communities Grant Program.
 - Road Repairs that will include Ash and potentially a portion of Prospect Street to alleviate cracking in current asphalt.
- **Economic Development/Tourism:** Council has a number of initiatives planned for this year, designed to enhance Winnipeg Beach as a destination to visit and live, as well as support a business district that is vital to the Community:
 - Completion of the Tourist Information Centre at the Caboose; total \$5,000.
 - Interpretive signs for various landmarks along the walking trail; \$7,500 total.
 - Seating area that will include benches, refuse/recycling receptacles and dog waste station at Corner of Prospect and Park; (Postage Stamp Marker for original north boundary of the Province of Manitoba).

Reserves:

- A total of \$90,000 is being transferred from the general fund accumulated surplus to augment various reserves: such as Building, Equipment and Drainage.
- A total of \$24,000 included in general mill rate to be allocated to Road Construction Reserve.
- These transfers, less projects funded in 2019, will result in approximate balances at the end of 2019 as follows:

| RESERVES BALANCES | 2019 |
|-------------------|-----------|
| GENERAL | 417,710 |
| CAPITAL LEVY | 44,424 |
| EQUIPMENT | 93,375 |
| LANDFILL | 124,004 |
| MUNI BUILDING | 48,899 |
| ECO DEV | 40,818 |
| FIRE TRUCK | 16,229 |
| ROAD IMPROVEMENT | 150,865 |
| GAS TAX | 310,653 |
| DRAINAGE | 60,840 |
| CENTENNIAL | - |
| ELECTION | 4,545 |
| INFRASTRUCTURE | 123,000 |
| TOTAL | 1,435,362 |

- **Utility**

- Water bills based on consumption. Those properties using less than the minimum 3,000 gallons per quarter will see a decrease in rates over 2017 and 2018 . The higher the consumption, the higher the bill. Water bills will include increased costs for the lagoon operation.
- In accordance with the Public Utilities Board Order, the properties paying the LID3 levy on their tax bills will see an increase from \$89.35 to \$91.13 for 2019.
- Over \$30,000.00 annually for hydro to run the lagoon aeration units and wastewater treatment plant
- Increases in sample testing costs and freight for the Water Treatment Plant and Wastewater Treatment Plant due to regulatory testing requirements.

**Example 1: Residential Property 2018 assessed value of \$171,360
No Special Levies**

| | | | | |
|-----------------------------------|-----------------------|------------------------------------|-----------------------------------|------------------|
| | Residential | Property with an assessed value of | | \$171,360 |
| | | a portioned value of | | \$ 77,112 |
| | Mill rate increase of | 1.50% | Value increased from last year by | |
| | | 2018 | 2019 | MUNI ONLY |
| General Municipal | | 1,177.04 | 1,178.58 | 1.54 |
| LID # 3 | | 0.00 | 0.00 | 0.00 |
| Water Debenture | | 0.00 | 0.00 | 0.00 |
| Lagoon Debenture | | 0.00 | 0.00 | 0.00 |
| Evergreen School Division | | 844.07 | 852.09 | 8.02 |
| Provincial Education Support Levy | | 809.68 | 753.38 | -56.29 |
| EPTCA | | 0.00 | 0.00 | N/A |
| Total Taxes | | \$2,830.78 | \$ 2,784.05 | |
| \$ Increase | | -\$ 46.73 | | \$(46.73) |
| % Increase | | -1.65% | | -3.97% |

Example 2: \$171,360 -- with LID#3 Levy

| | | | | |
|-----------------------------------|-----------------------|------------------------------------|-----------------------------------|------------------|
| | Residential | Property with an assessed value of | | \$171,360 |
| | | a portioned value of | | \$ 77,112 |
| | Mill rate increase of | 1.50% | Value increased from last year by | |
| | | 2018 | 2019 | MUNI ONLY |
| General Municipal | | 1,177.04 | 1,178.58 | 1.54 |
| LID # 3 | | 89.35 | 91.13 | 1.78 |
| Water Debenture | | 0.00 | 0.00 | 0.00 |
| Lagoon Debenture | | 0.00 | 0.00 | 0.00 |
| Evergreen School Division | | 844.07 | 852.09 | 8.02 |
| Provincial Education Support Levy | | 809.68 | 753.38 | -56.29 |
| EPTCA | | 0.00 | 0.00 | N/A |
| Total Taxes | | \$2,920.13 | \$ 2,875.18 | |
| \$ Increase | | -\$ 44.95 | | \$(44.95) |
| % Increase | | -1.54% | | -3.55% |

Example 3: \$171,360 with Sewer and Water Debentures

| | | | | |
|-----------------------------------|-----------------------|------------------------------------|-----------------------------------|------------------|
| | Residential | Property with an assessed value of | | \$171,360 |
| | | a portioned value of | | \$ 77,112 |
| | Mill rate increase of | 1.50% | Value increased from last year by | |
| | | 2018 | 2019 | MUNI ONLY |
| General Municipal | | 1,177.04 | 1,178.58 | 1.54 |
| LID # 3 | | 0.00 | 0.00 | 0.00 |
| Water Debenture | | 232.48 | 232.48 | 0.00 |
| Lagoon Debenture | | 77.57 | 77.57 | 0.00 |
| Evergreen School Division | | 844.07 | 852.09 | 8.02 |
| Provincial Education Support Levy | | 809.68 | 753.38 | -56.29 |
| EPTCA | | 0.00 | 0.00 | N/A |
| Total Taxes | | \$3,140.83 | \$ 3,094.10 | |
| \$ Increase | | -\$ 46.73 | | \$(46.73) |
| % Increase | | -1.49% | | -3.14% |

EPTCA Changes for 2019

A legislative amendment was passed in 2018 that changes how the education property tax credit (EPTC) will be applied to resident homeowners' property taxes.

Effective January 1, 2019, the EPTC will be applied to school taxes only. It will no longer apply to municipal property taxes. The \$250 deductible before the EPTC applies will be eliminated. This means if you paid only \$250 for your municipal taxes in the past, you will now be paying more.

Example 1: \$140,800 Assessment with EPTCA & LID#3 Levy

| | | | | | |
|--|-----------------------------------|------------------------------------|--------------------|-----------------------------------|------------|
| | Residential | Property with an assessed value of | | | \$ 140,800 |
| | | a portioned value of | | | \$ 63,360 |
| | Mill rate increase of | 1.50% | | Value increased from last year by | |
| | | | | | |
| | | 2018 | 2019 | MUNI ONLY | |
| | General Municipal | 967.13 | 968.39 | 1.27 | |
| | LID # 3 | 89.35 | 91.13 | 1.78 | |
| | Water Debenture | 0.00 | 0.00 | 0.00 | |
| | Lagoon Debenture | 0.00 | 0.00 | 0.00 | |
| | Evergreen School Division | 693.54 | 700.13 | 6.59 | |
| | Provincial Education Support Levy | 0.00 | 0.00 | N/A | |
| | EPTCA | -700.00 | -700.13 | -0.13 | |
| | Total Taxes | \$ 1,050.02 | \$ 1,059.52 | | |
| | | | | | |
| | \$ Increase | \$ 9.51 | | \$ 9.51 | |
| | % Increase | 0.91% | | 0.90% | |

Example 2: \$100,000 Assessment with EPTCA with LID#3 Levy

| | | | | | |
|--|-----------------------------------|------------------------------------|------------------|-----------------------------------|------------|
| | Residential | Property with an assessed value of | | | \$ 100,000 |
| | | a portioned value of | | | \$ 45,000 |
| | Mill rate increase of | 1.50% | | Value increased from last year by | |
| | | | | | |
| | | 2018 | 2019 | MUNI ONLY | |
| | General Municipal | 686.88 | 687.78 | 0.90 | |
| | LID # 3 | 89.35 | 91.13 | 1.78 | |
| | Water Debenture | 0.00 | 0.00 | 0.00 | |
| | Lagoon Debenture | 0.00 | 0.00 | 0.00 | |
| | Evergreen School Division | 492.57 | 497.25 | 4.68 | |
| | Provincial Education Support Levy | 0.00 | 0.00 | N/A | |
| | EPTCA | -700.00 | -497.25 | 202.75 | |
| | Total Taxes | \$ 568.80 | \$ 778.91 | | |
| | | | | | |
| | \$ Increase | \$ 210.11 | | \$ 210.11 | |
| | % Increase | 36.94% | | 27.07% | |

Commercial Property 2018 assessed value
Example 1: of \$171,360 -- No Special Levies

| | | | | |
|-----------------------------------|-----------------------|------------------------------------|-----------------------------------|------------------|
| | Commercial | Property with an assessed value of | | \$171,360 |
| | | a portioned value of | | \$102,816 |
| | Mill rate increase of | 1.50% | Value increased from last year by | |
| | | | | |
| | | 2018 | 2019 | MUNI ONLY |
| General Municipal | | 1,569.38 | 1,571.44 | 2.06 |
| LID # 3 | | 0.00 | 0.00 | 0.00 |
| Water Debenture | | 0.00 | 0.00 | 0.00 |
| Lagoon Debenture | | 0.00 | 0.00 | 0.00 |
| Evergreen School Division | | 1,125.42 | 1,136.12 | 10.69 |
| Provincial Education Support Levy | | 1,079.57 | 1,004.51 | -75.06 |
| EPTCA | | 0.00 | 0.00 | N/A |
| Total Taxes | | \$3,774.38 | \$ 3,712.07 | |
| \$ Increase | | -\$ 62.31 | | \$(62.31) |
| % Increase | | -1.65% | | -3.97% |

Example 2: Commercial Property \$171,360 with Special Levies

| | | | | |
|-----------------------------------|-----------------------|------------------------------------|-----------------------------------|------------------|
| | Commercial | Property with an assessed value of | | \$171,360 |
| | | a portioned value of | | \$111,384 |
| | Mill rate increase of | 1.50% | Value increased from last year by | |
| | | | | |
| | | 2018 | 2019 | MUNI ONLY |
| General Municipal | | 1,700.17 | 1,702.39 | 2.23 |
| LID # 3 | | 0.00 | 0.00 | 0.00 |
| Water Debenture | | 232.48 | 232.48 | 0.00 |
| Lagoon Debenture | | 77.57 | 77.57 | 0.00 |
| Evergreen School Division | | 1,219.21 | 1,230.79 | 11.58 |
| Provincial Education Support Levy | | 1,169.53 | 1,088.22 | -81.31 |
| EPTCA | | 0.00 | 0.00 | N/A |
| Total Taxes | | \$4,398.96 | \$ 4,331.46 | |
| \$ Increase | | -\$ 67.50 | | \$(67.50) |
| % Increase | | -1.53% | | -3.36% |