



BEAVER COUNTY

2022 BUDGET

Final

April 20, 2022

AGENDA

- ▶ Assessment Base
- ▶ Final Budget Summary
- ▶ Summary of Changes Since 2nd Draft Budget
- ▶ Claystone Waste Dividend and Good Neighbour Grant
- ▶ MSI Capital and CCBF Grants
- ▶ Capital & Road Construction and Source of Funding
- ▶ Reserve Statement
- ▶ Grants to Organizations
- ▶ Mill Rate Changes

ASSESSMENT BASE

Assessment Class	2020 Asst for 2021 Tax Year (\$)	2021 Asst for 2022 Tax Year (\$)	
Farmland	114,510,690	114,760,620	Updates to farmland physical changes from <u>new aerial photos.</u>
Residential	637,768,720	658,469,950	New development permits, progressive <u>residential growth, M/L and inflation</u>
Non-Residential	93,420,420	96,483,210	Completion of Claystone Waste office, <u>parking lot, chain link fencing, plus inflation</u>
Small Business *	19,960,320	21,641,990	4 existing businesses applied for SB, plus <u>inflation</u>
Non-Residential (DIP)	20,700,940	20,106,450	At idle sites, DIP structures were reduced <u>by 60% for functional depreciation</u>
Linear (DIP)	267,650,450	265,389,360	Losses in pipeline & wells (shut-ins), increase <u>in power lines, plus inflation to some classes</u>
Railway (DIP)	30,271,860	34,758,090	14.82% inflation growth to BYM
Mach & Eqpment	9,070,810	9,183,690	Inflation adjustment only
Mach & Eqpment (DIP)	67,571,390	65,447,560	Additional suspended & shut-in accounts
Grants-in-Lieu	1,522,310	1,663,970	Provincial gravel pit and inflation to maintenance yard buildings
TOTAL	1,262,447,910	1,287,904,890	

FINAL BUDGET SUMMARY

	Expense	Operating Revenue	Reserve Revenue	Grants & Other Rev	Tax Levy	2021 Actual (unaudited)	2021 Tax Levy	Difference in Tax Levy 2022-2021
Council	388,369				388,369	244,807	290,528	97,841
Administration	3,130,320	520,176	162,140	459,747	1,988,257	2,859,256	1,581,555	406,702
Major Fin. Trans.								
Bus. Incentive	161,059				161,059	322,731	319,017	-157,958
Allow. for Taxes	100,000				100,000		1,087,901	-987,901
Bvr Fdn Debt	261,419	261,419			0	261,419	0	0
Enforcement								
Cmty Peace Off.	467,495	105,400	52,000		310,095	383,342	237,445	72,650
RCMP	261,110				261,110	191,566	191,566	69,544
Animal Control	10,750				10,750	9,109	10,750	0
Fire Protection	859,815		136,860		722,955	849,360	615,153	107,802
Public Works								
Administration	547,655	44,816	53,000		449,839	2,900,899	363,957	85,882
Graders	4,956,631	547,000	892,859	166,841	3,349,931	1,894,919	2,568,146	781,785
Construction	2,918,597			2,485,140	433,457	2,506,981	470,000	-36,543
Maintenance	11,603,982	416,400	5,992,006	706,043	4,489,533	8,065,537	4,328,865	160,668
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FINAL BUDGET SUMMARY (con't)

	Expense	Operating Revenue	Reserve Revenue	Grants & Other Rev	Tax Levy	2021 Actual (unaudited)	2021 Tax Levy	Difference in Tax Levy 2022-2021
Utilities								
Water	65,000	65,000			0	79,002	0	0
Sewer	63,019	17,169	5,000		40,850	39,378	32,816	8,034
Waste Mgt.	22,000	4,300		17,000	700	21,268	700	0
FCSS	137,626				137,626	137,014	137,626	0
CALP	147,472			147,472	0	141,840	0	0
Land Dev't								
Planning	341,398	127,901	82,789	32,971	97,737	166,014	136,624	-38,887
Industrial Parks	104,500	2,200	68,200		34,100	151,966	30,000	4,100
Agriculture	1,374,844	94,100	275,000	193,907	811,837	922,070	694,585	117,252
Rec & Parks								
Admin & Grants	978,183		135,806	364,194	478,183	391,326	379,063	99,120
Campgrounds	644,849	350,000	100,000	250,000	-55,151	353,635	56,192	-111,343
Culture	256,584	2,500			254,084	247,819	251,211	2,873
Grand Total	29,802,677	2,558,381	7,955,660	4,823,315	14,465,321	23,141,258	13,783,700	681,621

SUMMARY OF CHANGES SINCE 2nd DRAFT BUDGET

	Expense	Operating Revenue	Reserves	Grants & Other	Taxes
2nd Draft Budget	29,067,775	2,558,381	7,726,300	4,850,815	13,932,279
<i>Subsequent Changes:</i>					
Adjust for re-org changes & new CAO	19,781				19,781
Adj for salary grid review	12,500		12,500		
A/V technical support	15,000				15,000
Add to reserve for future mill rate inc.	363,748				363,748
Grant to Holden Rural Academy	30,000		30,000		
Adj BESC grant re: 2021 surplus & 2022 census	10,457		136,860		(126,403)
Adj for chip seal contract award	215,960				215,960
Adj for cement contract award	3,416				3,416
Road study	50,000		50,000		
Adj eqpment cost for lowboy purchase	(27,500)			(27,500)	
Change in campground operators	41,540				41,540
2022 Final Budget	29,802,677	2,558,381	7,955,660	4,823,315	14,465,321

CLAYSTONE WASTE DIVIDEND & GOOD NEIGHBOUR GRANT

2022 Source and Use of Funds	
Balance, December 31, 2021	3,019,165
Estimated grant in 2022	1,719,064
Available for 2022	4,738,229
Budgeted Expenditures	
Community Support grants	(75,000)
CAO recruitment consultant	(30,000)
Electronic filing system	(148,291)
Salary grid review	(50,000)
Design for Ccl Chambers expansion	(25,000)
Website update	(20,000)
Holden Rural Academy Society	(30,000)
Road study	(50,000)
Whistle cessation requirements	(64,700)
Drainage issues	(50,000)
Bridge repair/replacement	(150,000)
Shoulder pulls	(600,000)
Economic development plan	(50,000)
Tofield Arena upgrade	(500,000)
Campground improvements	(250,000)
Waste bin program	(17,000)
Total	(2,109,991)
Available for Future Years	2,628,238

MSI CAPITAL & CCBF GRANTS

2022 Source and Use of Funds		
	MSI Capital	CCBF
Estimated Carry-Over from 2021	1,274,427	396,453
Estimated grants in 2022	1,085,155	339,708
Available for 2022	2,359,582	736,161
Expenditures		
Road construction	(945,432)	(441,841)
Road gravelling	(443,843)	
Equipment	(341,841)	
Total Expenditures	(1,731,116)	(441,841)
Available for Future Years	628,466	294,320

MSI funding will be replaced with the Local Government Fiscal Framework in 2024. The allocation formula is unknown at this time.

Administration does NOT recommend that Council allocate the unused MSI capital grant in the 2022 budget. Funds should be set aside to assist with eligible projects in subsequent years.

CAPITAL & ROAD CONSTRUCTION AND SOURCE OF FUNDING

	Amount	Claystone	Reserve	MSI	CCBF	Other	Tax Levy
Administration							
Electronic filing system	100,000	100,000					
Public Safety							
Vehicle	52,000		52,000				
Public Works							
Vehicles	576,000		576,000				
Graders	2,171,700		892,859	166,841			1,112,000
Road construction	1,718,597			945,432	339,708		433,457
Shoulder pulls	600,000	600,000					
Bridge construction (NE 12-47-14-W4)	600,000	150,000				450,000	
Gravel haul trucks	820,996		820,996				
Low-boy Trailer	147,500			147,500			
Sewage Treatment							
Pump alarm	5,000		5,000				
Planning & Development							
EIP servicing	45,200		45,200				
VBBP subdivision	18,000		18,000				
Agriculture							
Vehicles	275,000		275,000				
Recreation							
N Lk septic system	200,000	200,000					
Power sites (both)	150,000	50,000	100,000				
TOTAL	7,479,993	1,100,000	2,785,055	1,259,773	339,708	450,000	1,545,457

RESERVE STATEMENT

	Estimated Opening Balance Jan 1/22	Budgeted Transfers In	Budgeted Transfers Out	Estimated Dec 31/22 Balance
Administration & Public Safety	545,147	70,250	(231,649)	383,748
Claystone Dividend	3,019,165		(390,927)	2,628,238
Public Works	5,956,926	5,498,983	(6,399,855)	5,056,054
Water & Sewer	544,257	65,000	(5,000)	604,257
Industrial Parks	972,067		(68,200)	903,867
Agriculture	169,184	155,000	(275,000)	49,184
Recreation/Parks	219,385		(100,000)	119,385
Contingency	507,687	569,743		1,077,430
Legislated Reserves	180,891			180,891
Total	12,114,709	6,358,976	(7,470,631)	11,003,054

The auditors record the gravel reclamation account separately. Opening balance is \$588,874 with estimated 2022 expenditure of \$488,010.

GRANTS TO ORGANIZATIONS

Description	Amount
Beaver Hills Initiative	20,000
Cemetery support requests	10,000
Community support requests	75,000
Guaranteed grants (community support) *	31,855
Holden Rural Academy Society	30,000
Viking Airport grant	5,046
Canada-Ukraine Foundation	5,000
Business Incentive Grants	161,059
BESC grant	859,815
FCSS grants	115,776
Health Foundation grants	20,000

* Victim Services, Seniors Fair, Cloverlodge Stampede Assoc., Coal Creek, Kalyna Country, Kinsella Bullarama, STARS, Tofield & Viking Christmas Hampers, Tofield Bull Bash, Viking Bull Bash

GRANTS TO ORGANIZATIONS (cont'd)

Description	Amount
Seed Cleaning Plant grant	30,000
Urban recreation grants (Tofield, Ryley, Holden, Viking)	274,445
Agricultural Society grants (urban and rural) * **	593,487
Rural Community Hall grants	15,000
Library grants (including NLLS)	242,392
Beaverhill Players grant	7,000
Various youth grants/scholarships	6,500
Various Agricultural grants	20,251
TOTAL	2,522,626

*Not all grant requests have been received

** Includes one-time \$500,000 grant to Tofield Ag Society for Arena repairs

MILL RATE CHANGES

The municipal mill rate is made up of the following:

Beaver Emergency Services Commission

- 2021 surplus will be applied to 2022 grant
- Mill rate for all assessment classes will increase by 15%

Policing (RCMP Cost-Sharing)

- Year 3 of phased-in cost-sharing program (mandated by the Provincial Government)
- Contribution has increased by 36%
- Mill rate will increase by 34% (impact was buffered by increase in assessment base)

General

- Funds all other municipal services
- 2.773% increase in 2022 for all assessment classes. Funds generated will be transferred to reserve to offset projected significant increase in mill rates after Provincial Government completes assessment model review in 3 years.

MILL RATE CHANGES (con't)

The following requisitions are not within the control of the County although the County is required to levy taxes on behalf of the requisitioning bodies:

Beaver Foundation

- Requisition has increased 6%
- Impact is buffered by increase in assessment base (4%)

Education

- Requisition has increased 5% (residential/farmland) and 8% (non-residential)
- Provincial mill rates have increased by 3.5% to 3.7%
- Mill rate for residential and farmland properties will increase 2% and mill rate for non-residential properties will increase by 7% (impact is buffered by increase in assessment base)

Designated Industrial Property

- Requisition only applies to non-residential properties assessed by the Provincial Government
- Mill rate is set by Municipal Affairs and will not change in 2022

MILL RATE CHANGES (con't)

- Mill rates for requisitioning bodies are increasing
- Mill rate for BESC grant is increasing
- Mill rate for Policing (RCMP cost-sharing) is increasing
- Municipal mill rate is increasing
- Net result of all mill rate increases/decreases is an increase in total mill rates as follows:
 - Residential 4% increase
 - Farmland 3% increase
 - Non-residential 4% increase
 - Small business 4% increase
- Effect on property taxes depends on changes to individual assessments