



AGENDA

BUDGET REVIEW COMMITTEE MEETING

TUESDAY, JANUARY 29, 2019 – 5:00 P.M.

WELLAND CIVIC SQUARE, COUNCIL CHAMBERS

DINNER WILL BE PROVIDED IN THE COUNCIL ANTE ROOM AT 4:30 P.M.

******BRING BUDGET AGENDA & ADDITIONAL INFORMATION
PACKAGE FROM BUDGET MEETING OF DECEMBER 10, 2018******

1. IN-CAMERA SESSION (5:00 p.m.) (yellow pages)

Litigation or potential litigation, including matters before administrative tribunals, affecting the municipality or local board.

- Youngs Sportsplex – Spectra Operating Agreement

2. OPEN BUDGET REVIEW COMMITTEE MEETING – approximately 5:15 p.m.

2.1 ADDITIONS/DELETIONS TO AGENDA (APPROVE AGENDA)

2.2 DISCLOSURE OF INTEREST

3. OPENING REMARKS

3.1 OPENING REMARKS FROM THE BUDGET REVIEW COMMITTEE CHAIR

3.2 OPENING REMARKS FROM THE CHIEF FINANCIAL OFFICER

4. PRESENTATION – YOUNGS SPORTSPLEX BUSINESS PLAN

- PowerPoint Presentation – Dan Berger (Spectra) and Steve Zorbas

5. FORKS ROAD BRIDGE UPDATE – CFO

6. DECISIONS AND COMMITTEE APPROVAL OF BUDGETS

Refer to December 10 Budget Agenda pages

6.1 PROPOSED 2019 TAX SUPPORTED CAPITAL BUDGET

(green pages 44-54 and 57-137)

- Questions and Decisions



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BUDGET REVIEW COMMITTEE MEETING
TUESDAY, JANUARY 29, 2019 – 5:00 P.M.
WELLAND CIVIC SQUARE, COUNCIL CHAMBERS
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- 6.2 PROPOSED 9-YEAR CAPITAL FORECAST – 2020-2028 TAX SUPPORTED BUDGET**
(green pages 55-56)
- Questions and Decisions

- 6.3 PROPOSED 2019 TAX SUPPORTED BUDGET**
(white pages 1-86)
- Questions and Decisions
 - Base Budget 2019 Permissive Grant Applications *(page 1)*

BACKGROUND INFORMATION RELEVANT TO DISCUSSION: REFER TO WHITE PAGES

- Updated 2019 Decision Units Summary *(page 2)*
- Report FIN 02-22 – Use of Reserves and Reserve Funds *(pages 3-4)*

7. NEW BUSINESS

8. CLOSING REMARKS

- 8.1 CLOSING REMARKS FROM THE BUDGET REVIEW COMMITTEE CHAIR**
- 8.2 CLOSING REMARKS FROM THE CHIEF FINANCIAL OFFICER**

9. NEXT MEETING DATE – COUNCIL APPROVAL ON FEBRUARY 19, 2019

10. ADJOURNMENT

<u>Summary of 2019 Grant Application</u>		
	Organization	
	Quick reference list	
		2019 Amount Requested
1	Royal Canadian Legion Brand 4	\$5,500
2	Canadian Tire Welland Floatfest	\$15,000
3	Feast of the Assumption	\$2,225
4	La Boite a Soleil	\$346
5	Hospice Niagara	\$10,000
6	Visual Artists of Welland	\$7,000
7	Welland Rose Festival	\$80,000
8	Faith Welland Outreach	\$27,000
9	City of Welland Heritage Advisory Committee	\$13,235
10	Welland Heritage Council and Multicultural Centre	\$8,775
11	Niagara Safety Village	\$6,000
12	Paroisse Sacre Coeur	\$4,200
13	The Hope Centre - Community Resouce in Advocacy	\$65,000
14	Autism Ontario - Niagara Region Chapter	\$5,000
15	Open Arms Mission Of Welland Inc.	\$45,000
16	Rose City Kids	\$30,000
17	SOFIFRAN(Solidarite des femmes et familles immigrantes francop	\$10,000
18	Welland Downtown BIA - Feast Street Niagara Festival	\$5,970
19	Welland Downtown BIA/City of Welland Recreation & Culture	\$4,834
	Total	\$345,085
	2019 Permissive Grants Budget	\$276,142

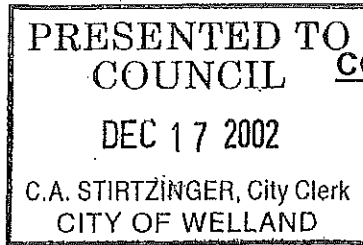
2019 Decision Units
As of January 22, 2019

REVISED DRAFT

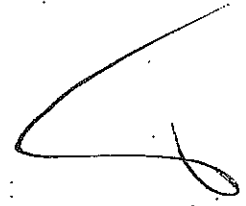
Combined -all in
impact

Proposed Tax Levy increase	\$486,961	1.25%		
User Fees adjustment	\$100,000	0.26%		
Ontario Cannabis Funding allocation for 2019 first payment	-\$29,529	-0.08%		
Ontario Cannabis Funding allocation for 2019 second payment	-\$29,529	-0.08%		
Adjusted Net Tax Levy Increase after assessment growth and excluding decision units	\$2,163,616	1.36%		1.47%

	<u>Amount</u>	<u>Percentage Increase (Rounded up to 2 decimal places)</u>	<u>Municipal Tax Levy Impact (Rounded up to 2 decimal places)</u>	<u>Combined -all in impact</u>
2019 Committee Approved Decision Units				
1 Canal lands Animal Waste Control	\$16,000	0.04%	1.40%	1.49%
2 Investing in Welland Road Resurfacing-dedicated 1% tax rate increase (approximate)	\$390,000	1.00%	2.40%	1.97%
3 Investing in Welland Sidewalk Replacement & missing links-dedicated 1% tax rate increase (approximate)	\$390,000	1.00%	3.40%	2.45%
4 Catchbasin cleaning	\$50,000	0.13%	3.53%	2.52%
5 Residential Rodent Control Rebate program	\$25,000	0.06%	3.59%	2.55%
6 New FTE's				
a Development Supervisor (Net cost)	\$33,516	0.09%	3.68%	2.59%
b Transit Mechanic	\$99,915	0.26%	3.93%	2.71%
c Asset Management Technician	\$83,567	0.21%	4.15%	2.82%
7 Local Boards				
a Library -additional operating grant for Seaway mall location	\$36,458	0.09%	4.24%	2.86%
b Welland Historical Museum- additional grant request for; Restoration of Sunnyside Dairy milk cart, Curator-computer	\$4,500	0.01%	4.25%	2.87%
8 Foundation Fonds Foyer Richelieu Welland (\$200,000 over 4 years)	\$100,000	0.26%	4.51%	2.99%



GENERAL COMMITTEE
CORPORATE AND FINANCIAL SERVICES
FINANCE DIVISION



**REPORT FIN 02-22
DECEMBER 10, 2002**

SUBJECT: REF. 02-4 - USE OF RESERVES AND RESERVE FUNDS

**Bruno Silvestri
GENERAL MANAGER,
FINANCIAL AND CORPORATE SERVICES/TREASURER**

RECOMMENDATION:

That Council endorse Report FIN 02-22 to re-establish all of the municipality's Reserves and Reserve Funds together with the authorized use of each Reserve as specified in Schedule 'A'; and

That the following new Reserve Funds be established and that funding of said Reserves begin with allocations in the 2004 Budget year or earlier if unexpected funding sources become available:

1. Unfunded employee benefit liabilities
2. Insurance coverage; and further

That any contribution to or use of Reserves be clearly identified in the recommendation section of staff reports and be approved by Council.

BACKGROUND:

Reserves and Reserve Funds form an integral component of a municipality's financial position. Adequate reserves to meet both known and future liabilities (sick leave credits, building and infrastructure replacement, post employment benefits) and unforeseen events (weather – snow clearing, sewage treatment, Workplace Safety & Insurance Board claims) are hallmarks of sound financial planning. A staff review of local municipalities show Welland's reserve levels quite low in comparison, with the exception of the Canal Land Reserve Fund.

REPORT:

Reserve and Reserve Funds are virtually identical in their function, the main difference being that Reserve Funds are segregated in an interest bearing account thus giving these reserves an automatic growth component that generally exceeds the effects of inflation over time.

Schedule 'A' provides a summary of current reserve balances along with funding sources, target levels and authorized use of each reserve.

SUMMARY:

The continued contribution to both established and new reserves to attain desired levels will help assure financial stability for the City of Welland well into the future.

CORPORATION OF THE CITY OF WELLAND
SUMMARY OF RESERVE FUNDS/RESERVES

SCHEDULE 'A'

<u>RESERVE FUNDS</u>	<u>SOURCES OF FUNDING</u>	<u>AUTHORIZED USES</u>	<u>SEP 30/02 BALANCE</u>	<u>TARGET BALANCE</u>
ECONOMIC DEVELOPMENT	INDUSTRIAL LAND SALES, BUDGET ALLOCATION	PURCHASES, DEVELOPMENT, PROMOTION OF SALES OF LAND	\$721,341	