

CITY OF BELLEVILLE
2023 Tax Supported BUDGET
SUMMARY OF BASE BUDGET ADJUSTMENTS

	Expenditures	Revenue	Net Tax	% Change
2022 Final Operating Budget - tax supported	\$ 140,284,700	\$ 28,161,400	\$ 112,123,300	
Reversal of 2022 COVID-19 Impacts	557,000	557,000	-	0.00%
Pre-approved budget items				
YMCA Fee Waiver	1,000,000	1,000,000	-	
DC Fee Waivers	4,288,600	4,288,600	-	
BDIA - Welcoming Streets Program	140,000	140,000	-	
Transit Route 9 - completion Apr 2023	(164,900)	(164,900)	-	
	5,263,700	5,263,700	-	0.00%
Contractual Service Agreements				
Adjustments to compensation agreements	2,046,500	308,200	1,738,300	
Waste and Organic Collection Contract	41,400	-	41,400	
Leaf & Yard Waste Collection Contract	20,000	-	20,000	
Belleville Chamber of Commerce Contract	25,400	-	25,400	
Bay of Quinte Regional Marketing Board	50,000	50,000	-	
Small Business Center / Skill Development Fund	(246,400)	(252,600)	6,200	
Façade Improvement Program	(143,000)	(143,000)	-	
Pond Maintenance	(337,400)	(387,400)	50,000	
Software agreements	30,000	-	30,000	
Security Costs	15,900	-	15,900	
Street lighting maintenance contract	15,000	-	15,000	
Winter maintenance material contracts	130,000	-	130,000	
Website contract	15,000	-	15,000	
Other	97,200	50,300	46,900	
	1,759,600	(374,500)	2,134,100	1.90%
Capital Financing				
Capital Budget increase	543,500	-	543,500	
Debt payment	42,500	(49,100)	91,600	
	586,000	(49,100)	635,100	0.57%
Operating Revenue / Costs				
Insurance	338,600	-	338,600	
Claims	(12,000)	-	(12,000)	
Legal	(45,000)	-	(45,000)	
Materials	61,200	-	61,200	
Hydro	(12,100)	-	(12,100)	
Heating	280,800	-	280,800	
Water & Sewer	5,200	-	5,200	
Other facility costs	17,600	-	17,600	
STA Licensing	-	(115,000)	115,000	
Waste Collection	-	125,000	(125,000)	
Fleet Costs	434,900	-	434,900	
Tax Adjustments	-	(38,500)	38,500	
Other Revenue / Cost adjustments	25,900	(163,000)	188,900	
	1,095,100	(191,500)	1,286,600	1.15%
Annualized / Elimination of prior year issues	(1,563,100)	(1,469,100)	(94,000)	-0.08%
	\$ 7,698,300	\$ 3,736,500	\$ 3,961,800	3.53%
2023 Taxation Base Budget	\$ 147,983,000	\$ 31,897,900	\$ 116,085,100	

CITY OF BELLEVILLE
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SUMMARY OF BASE BUDGET ADJUSTMENTS
BASE BUDGET ADJUSTMENT DESCRIPTION

Pre-approved budget items	Net Impact	-	0.00%
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Pre-approved budget adjustments reflect items that have been approved in advance of the 2023 Operating budget. Total expenditures for these items amount to \$5,263,700, with each item having an offsetting revenue to fund the expenditure in 2023.

Contractual Service Agreements	Net Impact	2,134,100	1.90%
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Contractual service agreement budget adjustments reflect items of a contractual nature; including compensation agreements and contracted service arrangements.

The City has a number of Labour groups including the Canadian Union of Public Employees (CUPE), the Belleville Professional Fire Fighters' Association (BPFFA), Ontario Volunteer Firefighters association (CLAC), UNIFOR and the administrative group. The majority of the groups have current contracts in place for the 2023 budget year. Net Labour, pension and benefit cost adjustments for taxation in the year relate to compensation increases, annualization of 2022 positions as well as increased pension and benefit rates.

Other Contractual adjustments include; various contract adjustments with service providers for Security, building maintenance, Waste and Organics collection, Leaf and Yard waste and various others . Total other contractual adjustments for 2023 amount to \$395,800

Capital Financing	Net Impact	635,100	0.57%
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Capital Financing budget adjustments reflect operating increases (decreases) for items of a Capital nature. For the City the Capital related items reflected in the Operating budget consist of contributions to Capital reserve funds and the principal and interest payments of Debt Financing.

Current year capital contribution increases are reflective of identified operating impacts outlined in the approved 2023 Capital Budget (\$543,500). These increases are reflective of the additional contributions required for new infrastructure identified in the Capital budget. Ensuring these increased contributions are made helps the City manage its infrastructure gap and ensure renewal and replacement funding will be available when required for this new infrastructure.

Debt financing increases (\$91,600) reflect the expected debt issuances in the year for the QSWC energy savings project and a reduction of development charge debt funding in Fire.

Operating Revenue / Costs	Net Impact	1,286,600	1.15%
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The City has experienced a number of operating cost increases in 2023, including significant increases in the area of insurance costs, fleet related increases (including fuel), and heating costs.

Insurance cost estimates for premium increases are expected to be in the range of 15 - 18% for the 2023 renewal. As with many other Municipalities the City continues to see significant increases. With an increasingly litigious environment, joint and several liability and limited insurers willing to take on municipal portfolios, rates continue to increase.

Fuel costs continue to be high, and current year costs have been budgeted in line with prior year expenditures. In particular the cost of diesel for Transit fleet provides for some of largest portion of the fleet increase.

Heating costs have been increased on average by 5%, as well as an increase for the QSWC to align with actual costs arising from utilization of the CHP (combined heat and power) system.

Annualized / Elimination of prior year issues	Net Impact	(94,000)	-0.08%
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Budget adjustments for annualized/ eliminated prior year issues relate to one-time budget issues or the impact of a full annual cost / revenue for operating items approved in a previous budget cycle.

All adjustments for the 2023 Operating budget have no taxation impact, other than the expenditure reduction from the Eastern Ontario Regional network contribution of \$94,000 which had the final year of commitment in 2022.