

2017 PRELIMINARY TAX OPERATING BUDGET Update

**General Issues Committee
March 2, 2017**



- March 2 – GIC
 - Draft 2016 Operating Budget Variance
 - 2018 Operating Impacts from Capital
 - Current status
- March 3rd – GIC – Cancelled
- March 23rd & 24th – GIC
- March 29th – Council approval



2016 Year-End Forecast

	2016 Approved Budget	2016 Year-End Actuals	Variance	
			\$	%
PLANNING & ECONOMIC DEVELOPMENT	29,904,150	28,282,980	1,621,170	5.4%
PUBLIC HEALTH SERVICES	12,385,110	11,886,870	498,240	4.0%
COMMUNITY & EMERGENCY SERVICES	237,848,620	236,426,520	1,422,100	0.6%
PUBLIC WORKS	224,716,900	219,428,640	5,288,260	2.4%
LEGISLATIVE	4,796,660	4,364,170	432,490	9.0%
CITY MANAGER	14,706,060	14,040,400	665,660	4.5%
CORPORATE SERVICES	18,848,710	17,997,440	851,270	4.5%
CORP FINANCIALS/ NON PROG REVENUES	(31,457,760)	(23,706,250)	(7,751,510)	(24.6%)
HAMILTON ENTERTAINMENT FACILITIES	4,169,830	4,114,260	55,570	1.3%
TOTAL CITY EXPENDITURES	515,918,280	512,835,030	3,083,250	0.6%

- Major variances include:
 - Corporate Financials – Risk Management Unfavourable
 - PW
 - Operations overall favourable- driven by Summer Maintenance & Waste Processing
 - Transit – HSR Unfavourable; DARTS favourable
 - Facilities Unfavourable – Tim Horton’s Field
 - CES
 - Favourable variances in Housing and Recreation
 - Partially offset by unfavourable variances in Children & Home Management Services, Macassa Lodge
 - Corporate Services – Favourable gapping and revenues
 - PED & CMO - Gapping is the primary factor of their favourable variances



2016 Year-End Forecast

	2016 Approved Budget	2016 Year-End Actuals	Variance	
			\$	%
POLICE	152,533,890	152,498,641	35,249	0.0%
LIBRARY	28,815,880	28,679,700	136,180	0.5%
OTHER BOARDS & AGENCIES	12,317,440	13,247,350	(929,910)	(7.5%)
CITY ENRICHMENT FUND	5,699,670	5,699,650	20	0.0%
TOTAL BOARDS & AGENCIES	199,366,880	200,125,341	(758,461)	(0.4%)
CAPITAL FINANCING	112,382,550	107,133,170	5,249,380	4.7%
RATE SUPPORTED SERVICES	0	(16,825,060)	16,825,060	100.0%

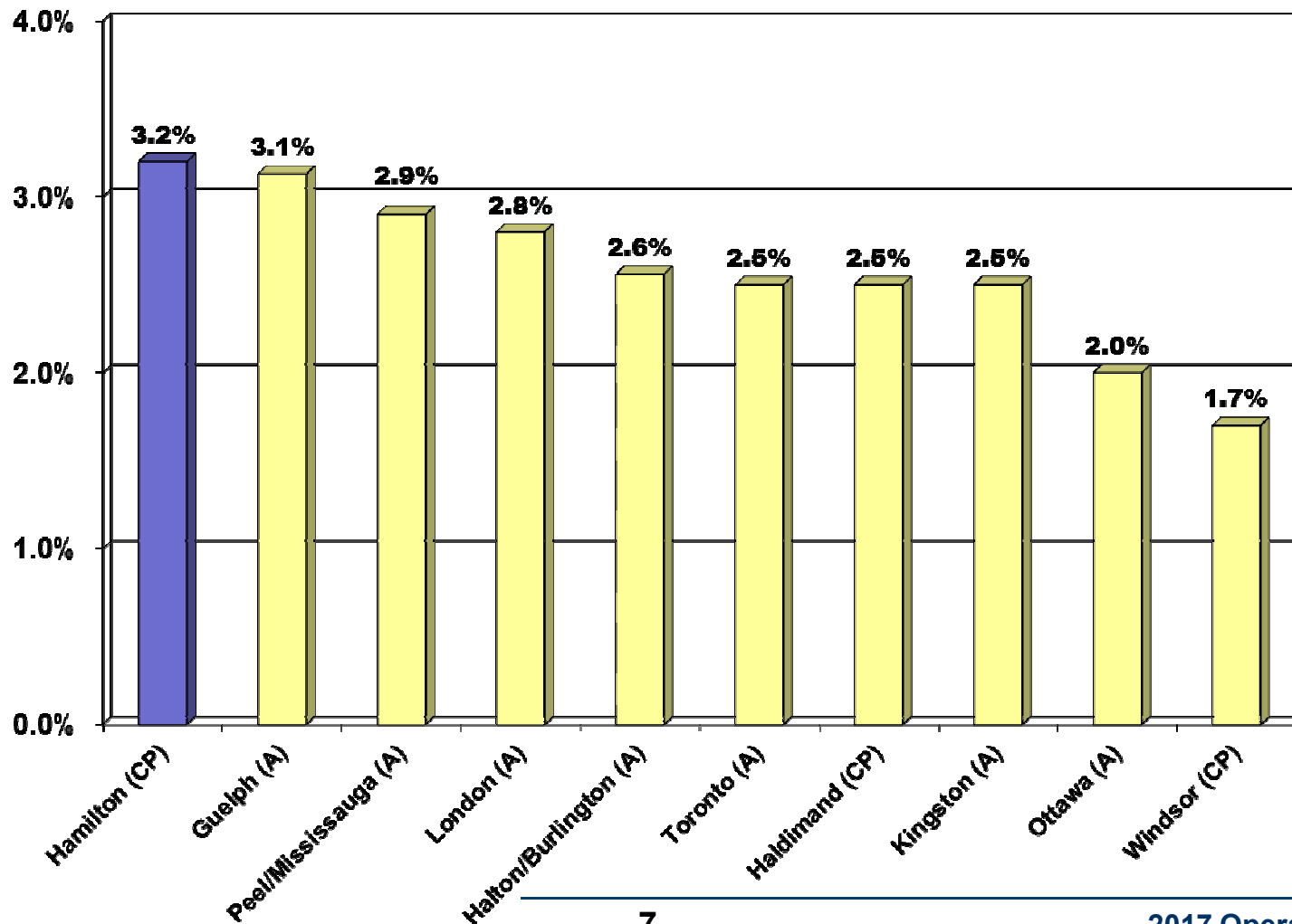


2017 Current Tax Impact

		Potential Tax Impact Municipal
Preliminary Residential Tax Increase - Budget Book	\$ 34,247,120	3.7%
Proposed Amendments to Date:		
CAP FIN Public	\$ (3,600,000)	
CORP FIN Parkland	\$ 65,500	
B&A Update to align with Hamilton Police Services Budget (Board Approved)	\$ (817,057)	
B&A MPAC -Based on Estimate Received - Subject to final confirmation	\$ 53,110	
	(\$ 4,298,447)	(0.5%)
Average Residential Total Tax Impact	\$ 25,650,226	3.2%
Growth / Reassessment Impact		0.7%
Estimated Education Impact at 0%		(0.5%)
Average Residential Total Tax Impact (Inclusive of Proposed Amendments)		3.4%

2017 Average Municipal Tax Impacts

* Excludes Reassessment & Education Impact



Referred Items & Recommended Enhancements (Appendix 1-5,1-6))

- Council Referred
 - 10 Items represent \$2.0 million gross, \$2.0 million net, 0.3% tax impact, and 1.70 FTE
- Recommended Enhancements:
 - 6 items represent \$0.4 million gross, \$0.1million net, 0.02% tax impact, and 4.44 FTE

During the GIC Meeting on February 24th, there was a motion to defer decision on these items until Council hears back on other outstanding budget items.



Hamilton

END