

Appendix C - CORS-060-22 - 2023 and 2024 Budget Pressure Details

Component	2023 Net Levy Impact \$ (000's)	2023 Residential Tax per \$100K of Assessment*	2023 Residential Tax % Change	2024 Net Levy Impact \$ (000's)	2024 Residential Tax per \$100K of Assessment*	2024 Residential Tax % Change	Comments
Prior Year Tax Levy	\$79,686	\$271.97		\$91,153	\$305.71		
Inflation and Base Adjustments:							
Inflation (MPI)	\$5,665	\$19.00	6.99%	\$3,555	\$11.40	3.73%	Inflation based on Municipal Price Index (MPI) and other miscellaneous status quo items.
Non-recurring & Reversal of One-Time Transfers	\$477	\$1.60	0.59%	\$0	\$0.00	0.00%	Reversal of one-time funding from stabilization reserves included in 2022 budget (\$0.2M transit, \$0.15M library, \$0.1M minimum wage) and other miscellaneous one-time costs, largely in area of IT (\$0.06M).
Service Enhancements	\$120	\$0.40	0.15%	\$285	\$0.91	0.30%	Introduce funding to participate in a Halton Region Smart Commute program (\$0.04M in 2023), Introduction of Automated Speed Enforcement (\$0.23M in 2024).
Infrastructure Deficit	\$1,000	\$3.35	1.23%	\$1,000	\$3.21	1.05%	Funding to gradually reduce the infrastructure deficit outlined in existing asset management plan.
Other Base Adjustments	(\$613)	(\$2.05)	-0.76%	\$333	\$1.07	0.35%	2023 includes reversal of one time COVID impacts in 2022 budget along with mitigation, anticipated reductions in hydro usage due to LED conversions at facilities (-\$0.28M), increasing investment income maintained within operating budget (-\$0.50M), net impact from user fee study and other user fee adjustments (\$0.04M), increased stormwater monitoring from CLI/ECA process (\$0.10M) and progression of fire staff through ranks (\$0.16M). 2024 includes progression of fire staff through ranks (\$0.20M) and elimination of library fines (\$0.13M).
Total Inflation & Base Adjustments	\$6,649	\$22.30	8.20%	\$5,173	\$16.59	5.43%	
Growth Related:							
State of Good Repair for Constructed & Assumed Assets	\$1,286	\$4.31	1.59%	\$2,299	\$7.37	2.41%	Lifecycle contributions to reserves based on budgeted and assumed assets in order to prevent a further increase in the infrastructure funding deficit.
Expanding Service to Growth Areas	\$1,695	\$5.68	2.09%	\$3,334	\$10.69	3.50%	Costs (materials, contracts etc.) of expanding service to growth areas e.g. road and park maintenance (\$0.4M in 2023 and \$0.5M in 2024), expansion of transit to growth areas (\$0.4M in 2023 and \$1.0M in 2024). Additional fire staffing in relation to Fire Master Plan (\$0.5M in 2023 and \$0.8M in 2024). Provision for growth staffing across organization (\$0.35M in 2023 and \$1.0M in 2024).
Other Growth-Related Impacts	\$1,837	\$6.16	2.27%	\$1,268	\$4.07	1.33%	Funding for legislated development charge exemptions (\$0.2M in each of 2023/2024), growth related increase to reserves (\$0.5M in 2023, \$0.5M in 2024), HRIS (\$0.3M in 2023 and \$0.1M in 2024), software licensing (\$0.2M in 2023), facility networking and other IT projects (\$0.2M in 2023), Digital Records Management Solution (\$0.2M in 2023), annualization of growth capital projects from 2022 (\$0.2M in 2023), Property Tax System (\$0.1M in 2024), Customer Relationship Management (\$0.1M in 2024), Library Bookmobile (\$0.2M in 2024), reduction in subdivision revenue (\$0.1M in '24).
Total Growth Related	\$4,818	\$16.16	5.94%	\$6,901	\$22.14	7.24%	
Total Increase in Levy	\$11,467	\$38.46	14.14%	\$12,074	\$38.73	12.67%	
Total Tax Levy	\$91,153	\$310.43		\$103,227	\$344.44		
Estimated Assessment Growth (net of reductions)**	(\$1,408)	(\$4.72)	-1.74%	(\$4,154)	(\$13.32)	-4.36%	Forecast assessment growth based on updated residential growth forecast and expected industrial/commercial development.
Forecasted Net Tax Levy Increase Required)	\$10,059	\$305.71	12.40%	\$7,920	\$331.11	8.31%	

* Based on 2022 CVA values per 2021 Final Tax Levy By-law, CORS-028-22. Through the annual tax setting bylaw tax rates are re-calculated each year using current year assessment values.

** This is the amount net of anticipated losses from Assessment Review Board appeals, Request for Reconsiderations, and Section 357 Applications (tax class changes, properties razed by fire, etc.).