

Appendix C - CORS-042-23 - 2024 and 2025 Budget Pressure Details

Component	2024 Net Levy Impact \$ (000's)	2024 Residential Tax per \$100K of Assessment*	2024 Residential Tax % Change	2025 Net Levy Impact \$ (000's)	2025 Residential Tax per \$100K of Assessment*	2025 Residential Tax % Change	Comments
Prior Year Tax Levy	\$88,012	\$293.69		\$101,832	\$332.03		
Inflation and Base Adjustments:							
Inflation (MPI)	\$5,090	\$16.60	5.65%	\$3,794	\$11.92	3.59%	Inflation based on Municipal Price Index (MPI) and other miscellaneous status quo items.
Non-recurring & Reversal of One-Time Transfers	\$278	\$0.91	0.31%	\$863	\$2.71	0.82%	2024 includes reversal of miscellaneous 2023 one-time items, largely in area of IT (\$0.14M) and corporate training (\$0.1M). 2025 includes reduction in funding from Tax Rate Stabilization Reserve (\$0.70M), reversal of temporary cost reductions in administration (\$0.13M) and reversal of miscellaneous 2024 one-time items in IT (\$0.04M).
Service Enhancements	\$87	\$0.28	0.10%	\$5	\$0.02	0.00%	Includes service level enhancements such as participation in Halton Region Smart Commute program (\$0.04M in 2024) and introduction of Subsidized Passes for Low Income Transit program (\$0.05M in 2024, \$0.01M in 2025).
Infrastructure Deficit	\$1,300	\$4.24	1.44%	\$1,300	\$4.08	1.23%	Funding to gradually reduce the infrastructure deficit outlined in existing asset management plan.
Other Base Adjustments	\$1,666	\$5.43	1.85%	\$1,198	\$3.76	1.13%	Progression of fire staff through ranks and uniform/training material, short term rental staffing requirements, reduction in crossing guards, net revenue from Vehicle for Hire Bylaw changes, annualization of staff positions starting mid 2023 and results of 2023 compensation reviews, continued conversion of seasonal operations staff to full time, automated speed enforcement costs, annualization of 1% increase in recreation user fees revenue approved in 2023 budget, reduction in revenue from transfer Indoor Turf programs to third party, cost of Wildlife Services on Private Property and elimination of library fines in 2025.
Total Inflation & Base Adjustments	\$8,421	\$27.46	9.35%	\$7,160	\$22.49	6.77%	
Growth Related:							
State of Good Repair for Constructed & Assumed Assets	\$1,793	\$5.85	1.99%	\$4,493	\$14.11	4.25%	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	\$1,886	\$6.15	2.09%	\$3,527	\$11.08	3.34%	Costs (staffing, materials, contracts etc.) of expanding service to growth areas (\$1.7M in 2024 and \$2.3M in 2025), expansion of conventional transit (\$1.2M in 2025) to service Boyne and Derry Green areas as well as specialized transit expansion (\$0.22M in 2024, \$0.07 in 2025).
Other Growth-Related Impacts	\$1,720	\$5.61	1.91%	\$1,437	\$4.51	1.36%	Funding for legislated development charge exemptions (\$0.2M in each of 2024/2025), growth related increase to reserves (\$0.6M in 2024, \$0.7M in 2025), software licensing (\$0.3M in 2024), annualization of operating impacts from 2023 approved capital projects (\$0.2M in 2024), reduction in subdivision revenue (\$0.3M in 2024 \$0.4M in 2025), increase in tax write-offs (\$0.1M in each of 2024/2025).
Total Growth Related	\$5,399	\$17.61	5.99%	\$9,457	\$29.71	8.95%	
Total Increase in Levy	\$13,820	\$45.07	15.34%	\$16,617	\$52.19	15.72%	
Total Tax Levy	\$101,832	\$338.76		\$118,449	\$384.23		
Estimated Assessment Growth (net of reductions)**	(\$2,062)	(\$6.72)	-2.29%	(\$3,871)	(\$12.16)	-3.66%	Forecast assessment growth based on updated residential growth forecast and expected industrial/commercial development.
Forecasted Net Tax Levy Increase Required)	\$11,758	\$332.03	13.06%	\$12,746	\$372.07	12.06%	

* Based on 2023 CVA values per 2023 Final Tax Levy By-law, CORS-022-23. 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.).