



TOWN OF MISSISSIPPI MILLS

2008 BUDGET

TOPICS



1. Introduction
2. Budget Objectives
3. Trends
4. 2008 Budget Process
5. Proposed 2008 Municipal Taxation
6. Questions / Comments

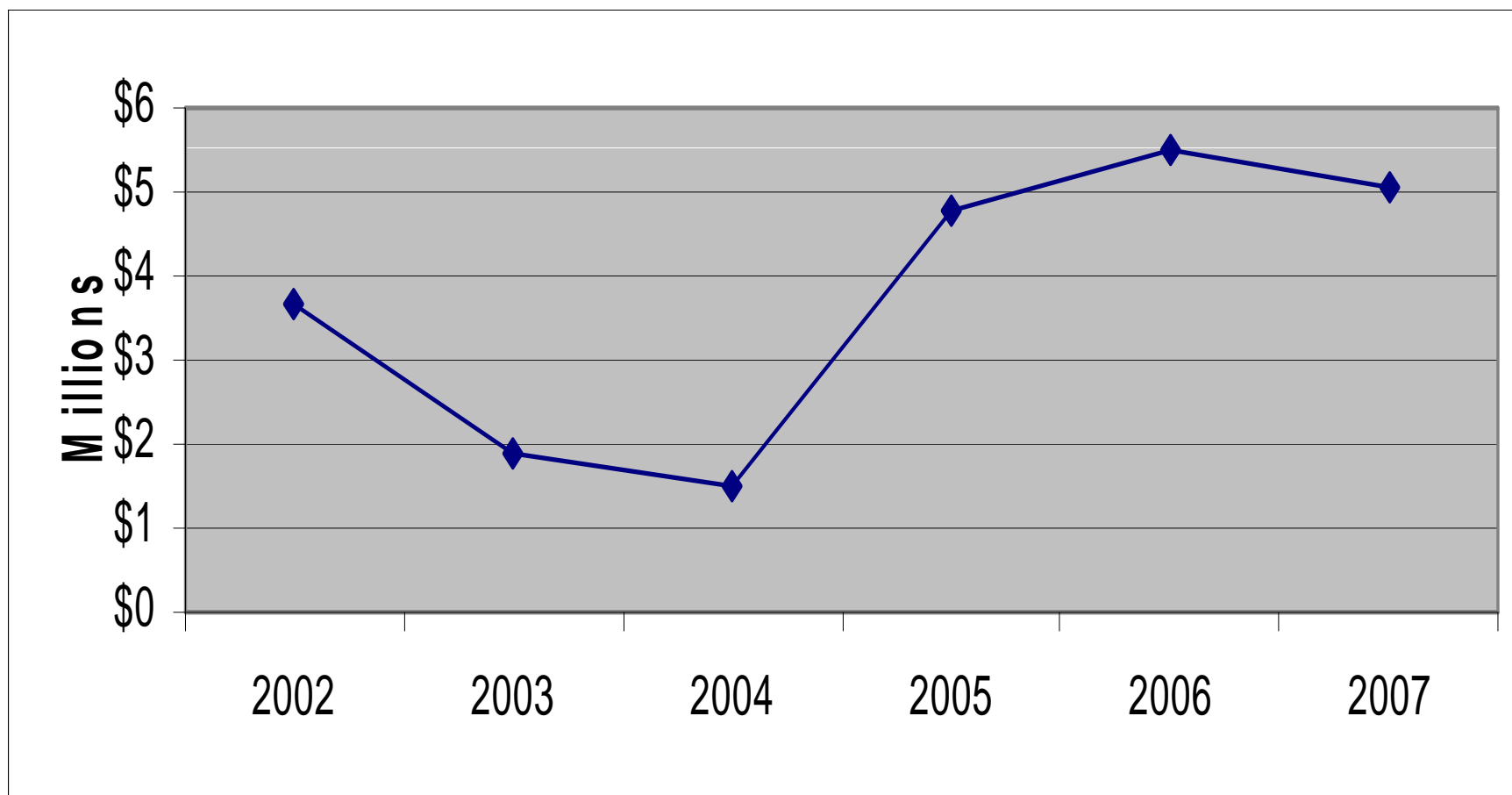


OBJECTIVES FOR 2008 BUDGET PROCESS

- Show progress towards increasing the capital budget share in comparison to personnel and operating expenditures
- Address the long term infrastructure replacement and maintenance backlog using reserves, surpluses, financing, fundraising, and grants (the Town was successful in obtaining grant funding of \$1.5 m for the Almonte Old Town Hall Exterior and \$737,000 for Roads & Bridges)

GROSS CAPITAL COST TRENDS

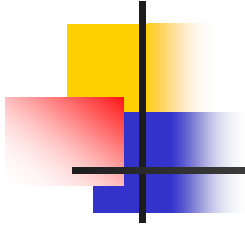
2002 - 2007





2007 IN REVIEW

- The municipality had a surplus of \$44,000 which is being used to help fund projects in 2008.
- 2007 Winter Control expenditures were over budget by \$150,928
- The tax revenue increase for 2007 was 7.15%; 2.11% growth and 5.04% tax levy increase

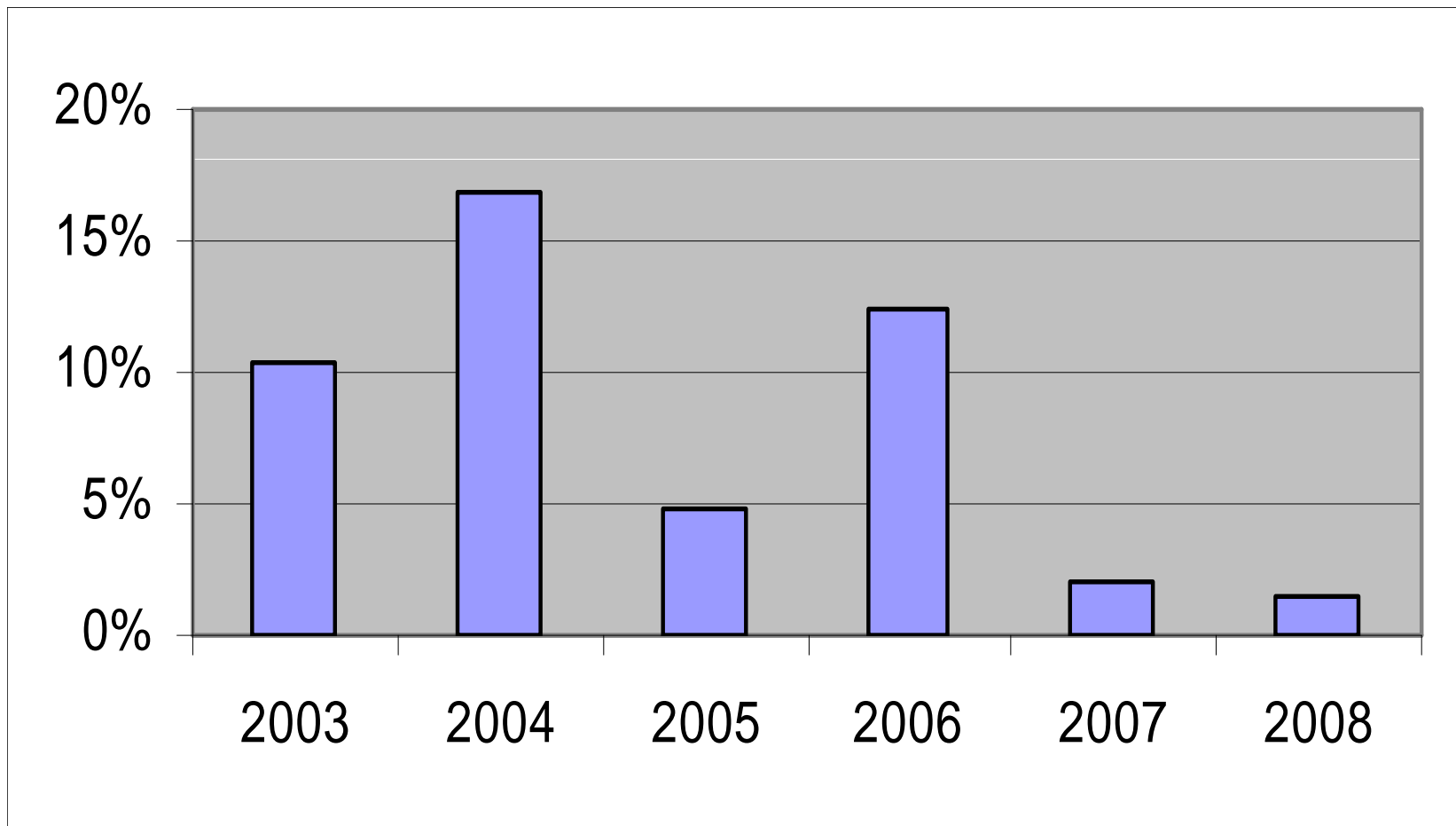


MISSISSIPPI MILLS

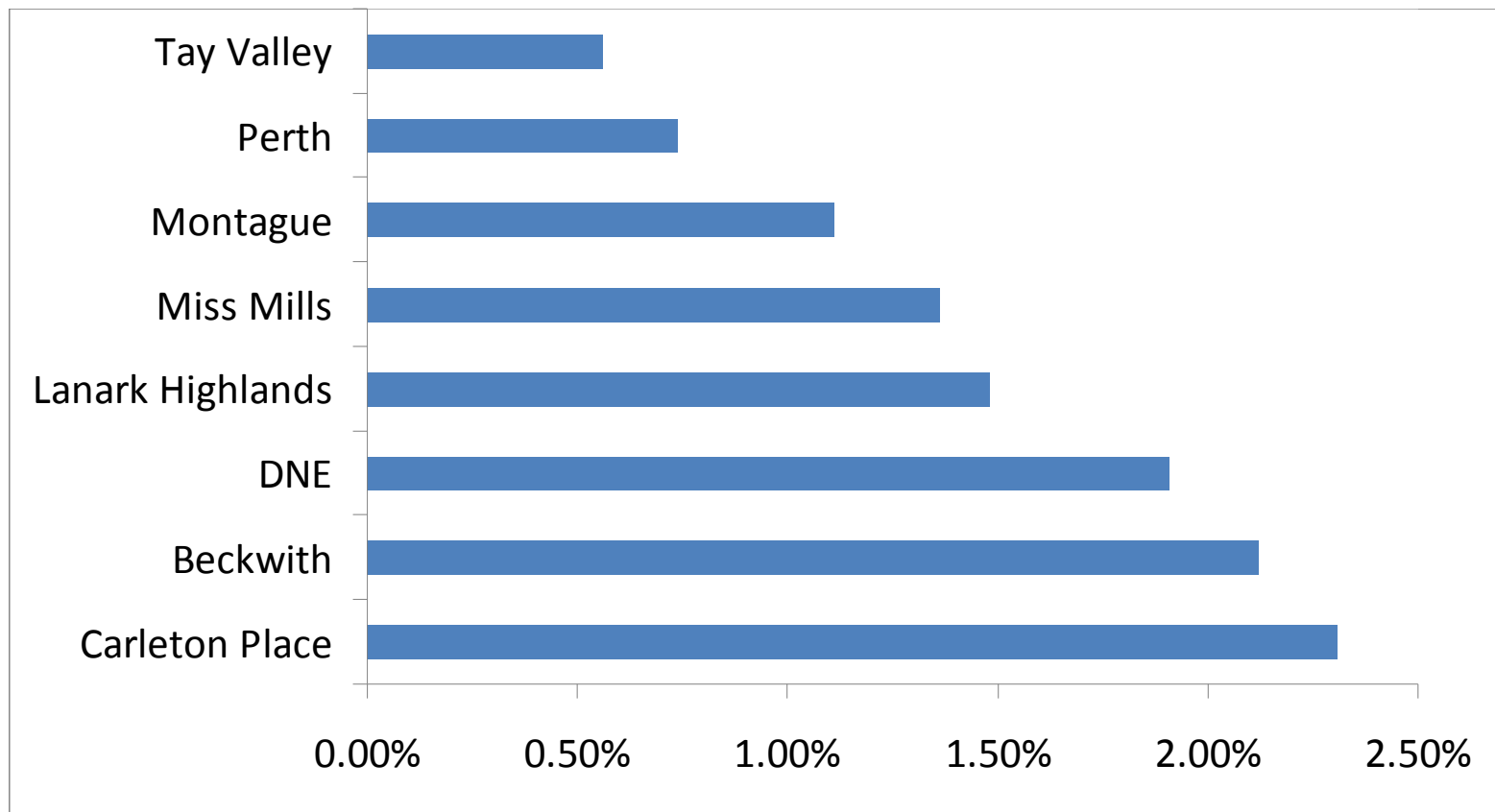
TRENDS

2002-2007

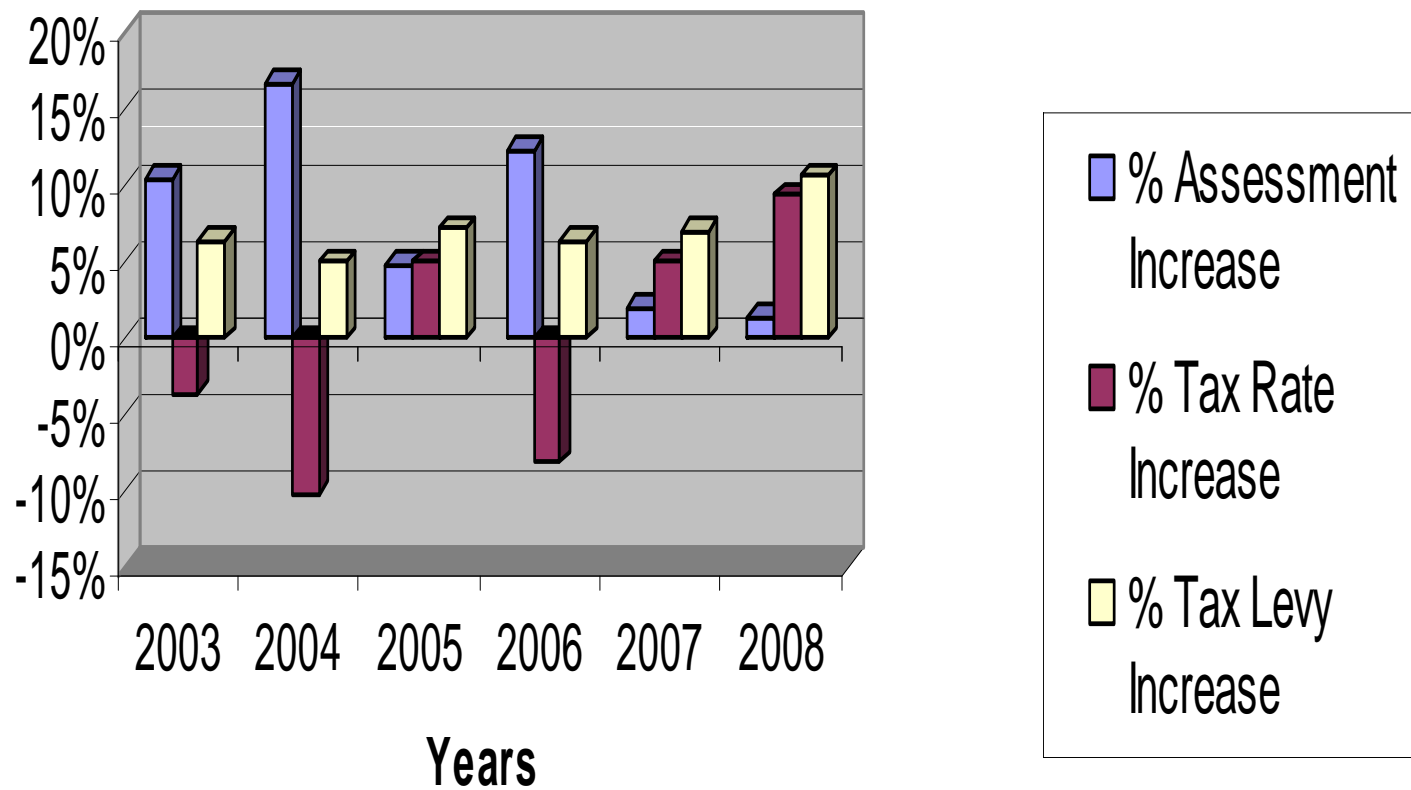
Residential Assessment % Increase 2003-2008

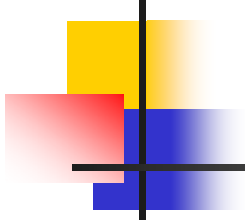


2008 GROWTH FOR ALL MUNICIPALITIES IN COUNTY (AVG. IS 1.47%)



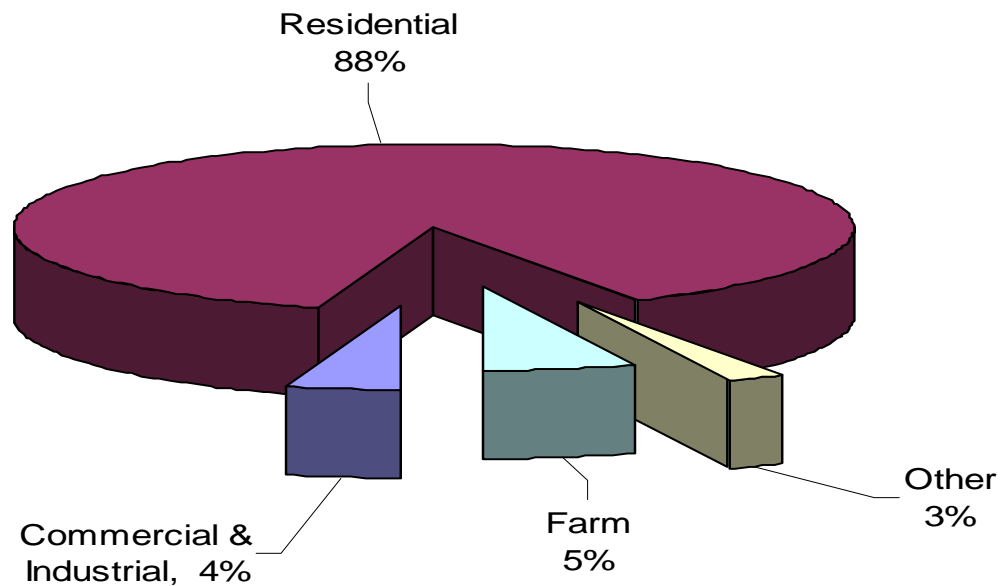
Residential Trends 2003 - 2008

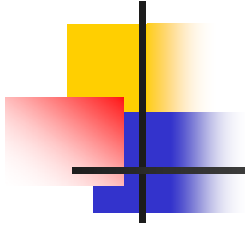




2008 MISSISSIPPI MILLS ASSESSMENT

APPORTIONMENT OF ASSESSMENT- ALL CLASSES - 2008





2008 BUDGET PROCESS

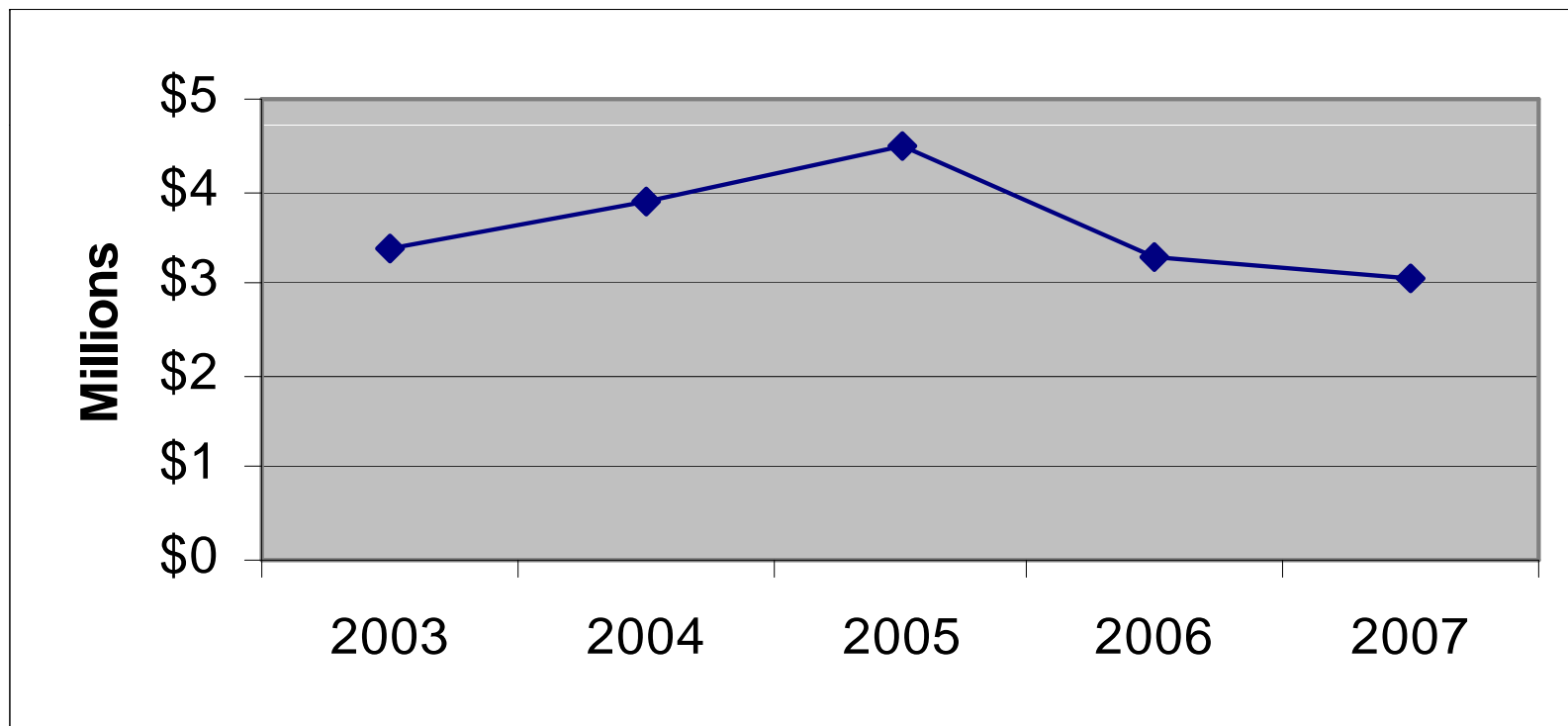


Mississippi Mills 2008 Budget

Description	Dollars
Municipal Gross Operations & Capital	\$14,659,117
Funding for Municipal Operations & Capital <ul style="list-style-type: none"><li data-bbox="348 911 919 959">■ Municipal Tax Revenue<li data-bbox="348 987 873 1036">■ Long Term Financing<li data-bbox="348 1063 957 1112">■ Reserves/Reserve Funds<li data-bbox="348 1140 617 1188">■ User Fees<li data-bbox="348 1216 999 1265">■ Federal & Provincial Grants<li data-bbox="348 1292 695 1341">■ 2007 Surplus Total Revenue Current Shortfall	\$5,169,392 \$1,582,537 \$745,061 \$3,626,367 \$3,491,760 \$44,000 \$14,659,117 \$0

RESERVES

2003-2007

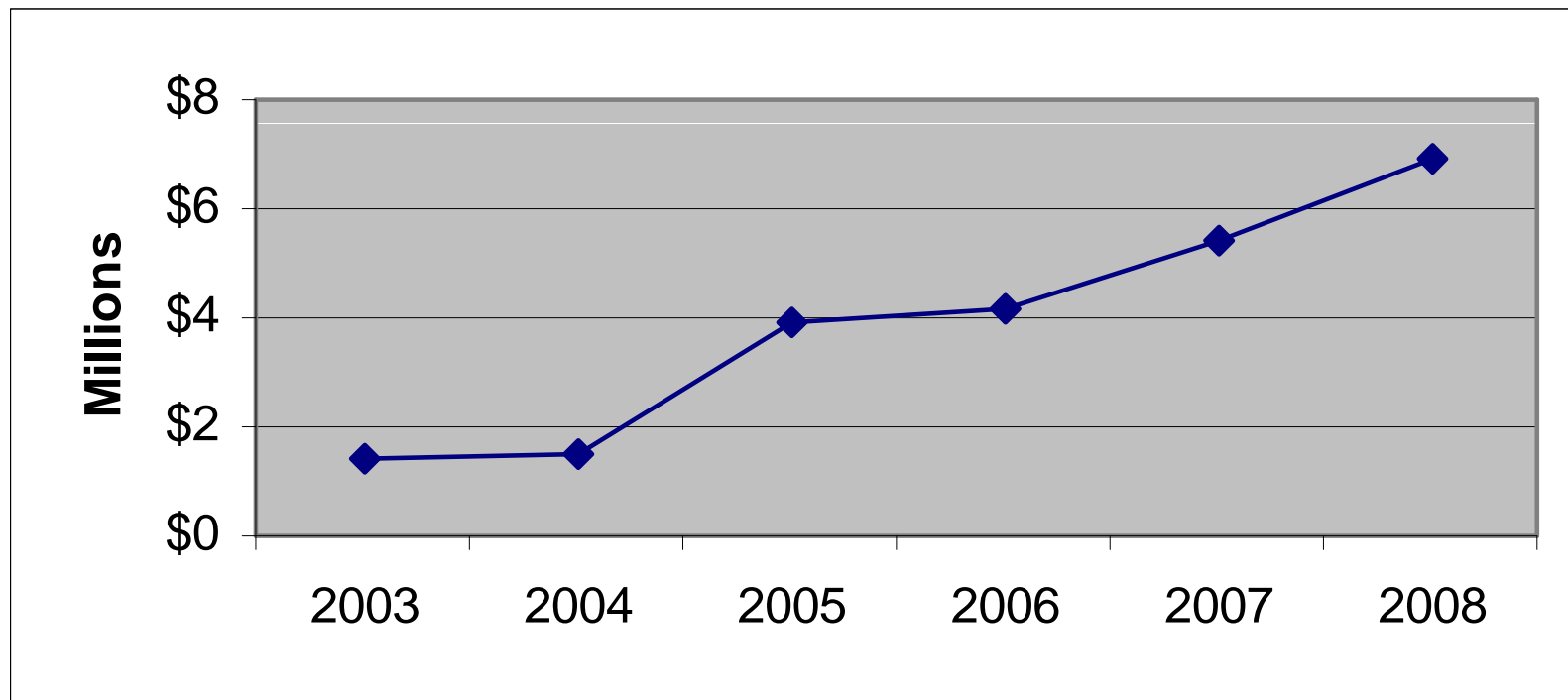




COUNCIL HAS IMPLEMENTED A DEBT POLICY

- Limits the annual increase in debt costs to the increase in new assessment growth each year as provided by MPAC. This would ensure that the funds are available through new taxation revenue to cover the costs of the debt before a long term funding commitment is made.
- Defines the maximum borrowing term for specific projects, facilities and equipment
- Defines the sources of long term financing that are acceptable to the Town.

DEBT LEVELS 2003-2008 (COMMITTED & PROPOSED)

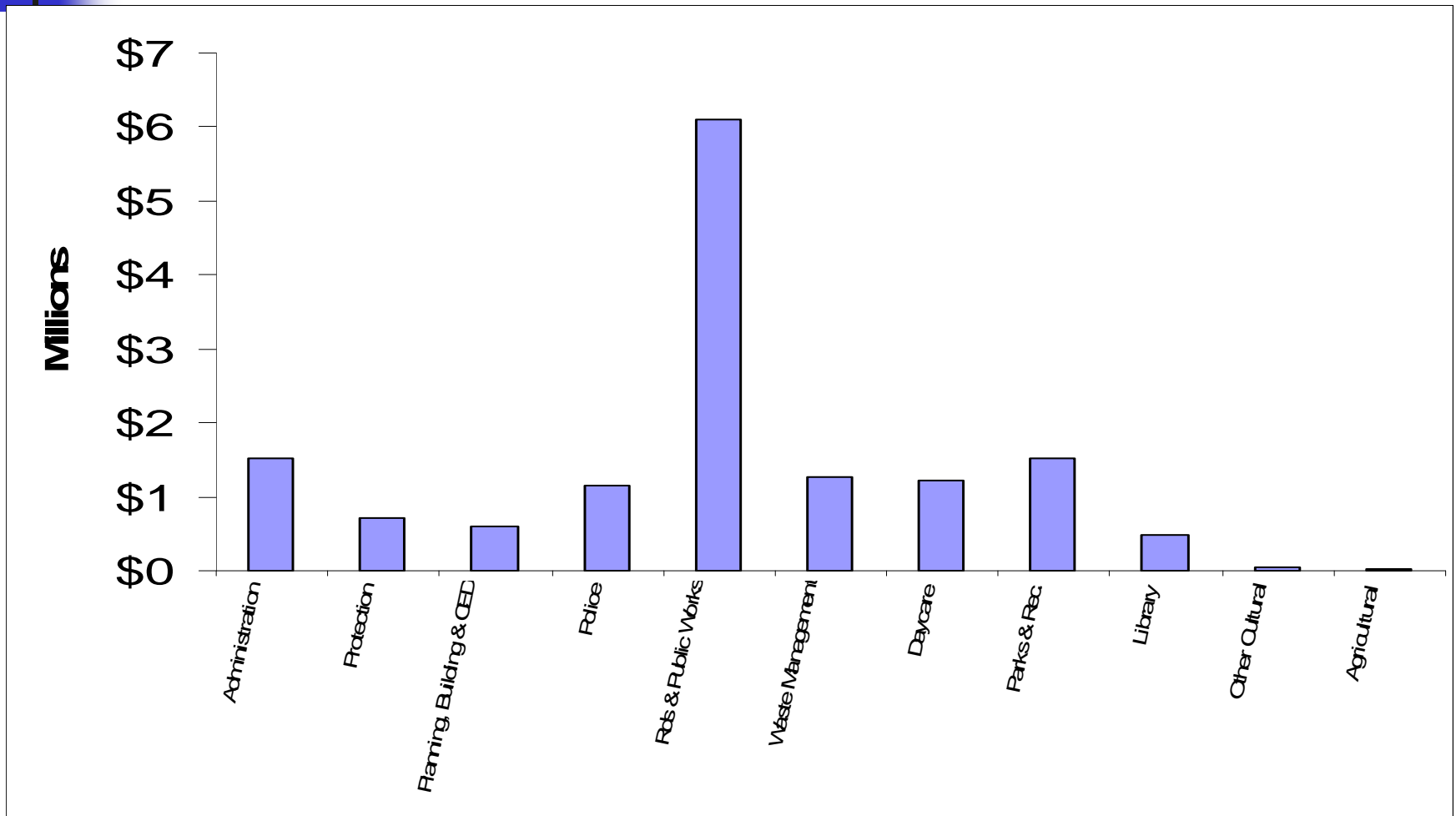




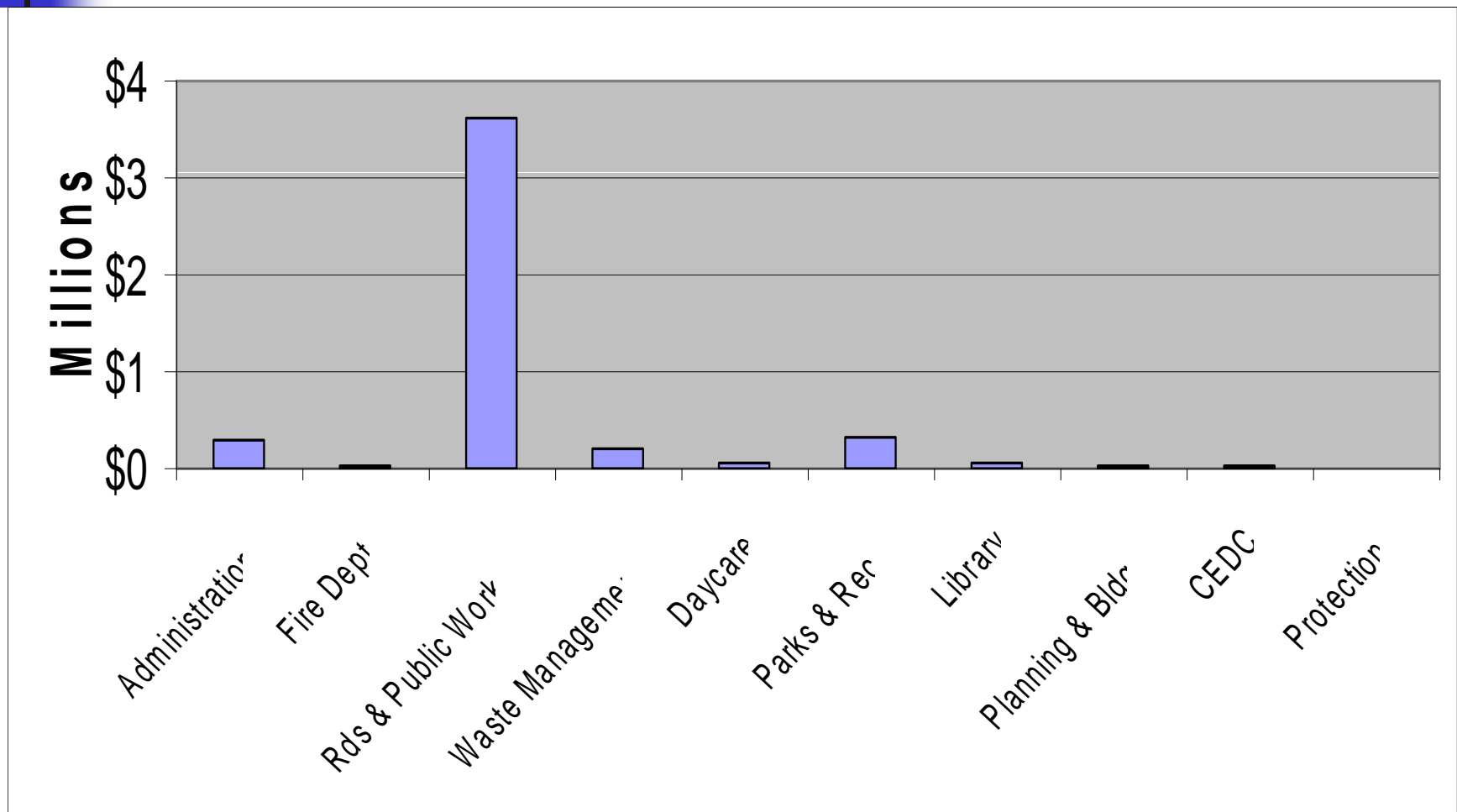
PROVINCIAL LIMITATIONS ON FINANCING

- Annually the Town receives a statement from the Ministry of Municipal Affairs and Housing that limits the amount of debt that can be incurred by the municipality.
- The current repayment limit is \$1.8 million in annual debt servicing costs or approximately \$19 million in long term debt financed over 20 years.
- The annual servicing costs on the Town's proposed debt level of \$6.9 million is \$742,753 which will be fully realized in 2009.

2008 OPERATING AND GROSS CAPITAL EXPENDITURES - \$14,659,117



2008 GROSS CAPITAL EXPENDITURES- \$4,633,543



SAMPLE OF 2008 CAPITAL PROJECTS



- Repointing work at Almonte Old Town Hall & Interior Renovations-\$271,000 (Repointing being funded by Provincial Grant)
- Paving / surface treatment projects (Almonte, Pakenham, & Ramsay Wards)-\$763,000
- Redevelopment of Ottawa St.-\$2,046,000
- Work at Mill of Kintail & Boal Bridges-\$92,000
- Sidewalk construction-\$70,000
- Almonte Community Centre Upgrades-\$177,000
- Replace Olympia at Stewart Community Centre-\$85,000



2008 PROPOSED SURFACE TREATMENT/PAVING PROJECTS

■ RAMSAY WARD

- Pave 2 km. Clayton Rd.-\$160,000
- Pave Damaged Section of 8th Concession-\$20,000
- ST Conc. 4A-\$65,000
- ST & Pulverize 5th Conc. for 2 km-\$100,000

■ PAKENHAM WARD

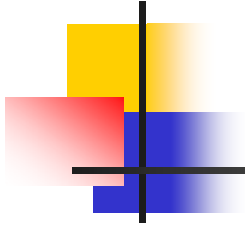
- ST Bellamy Rd.-\$45,000
- Prepare Panmure Rd. for ST-\$95,000
- ST Bayview Lodge Rd. for 3 km-\$35,000



2008 PROPOSED SURFACE TREATMENT/PAVING PROJECTS

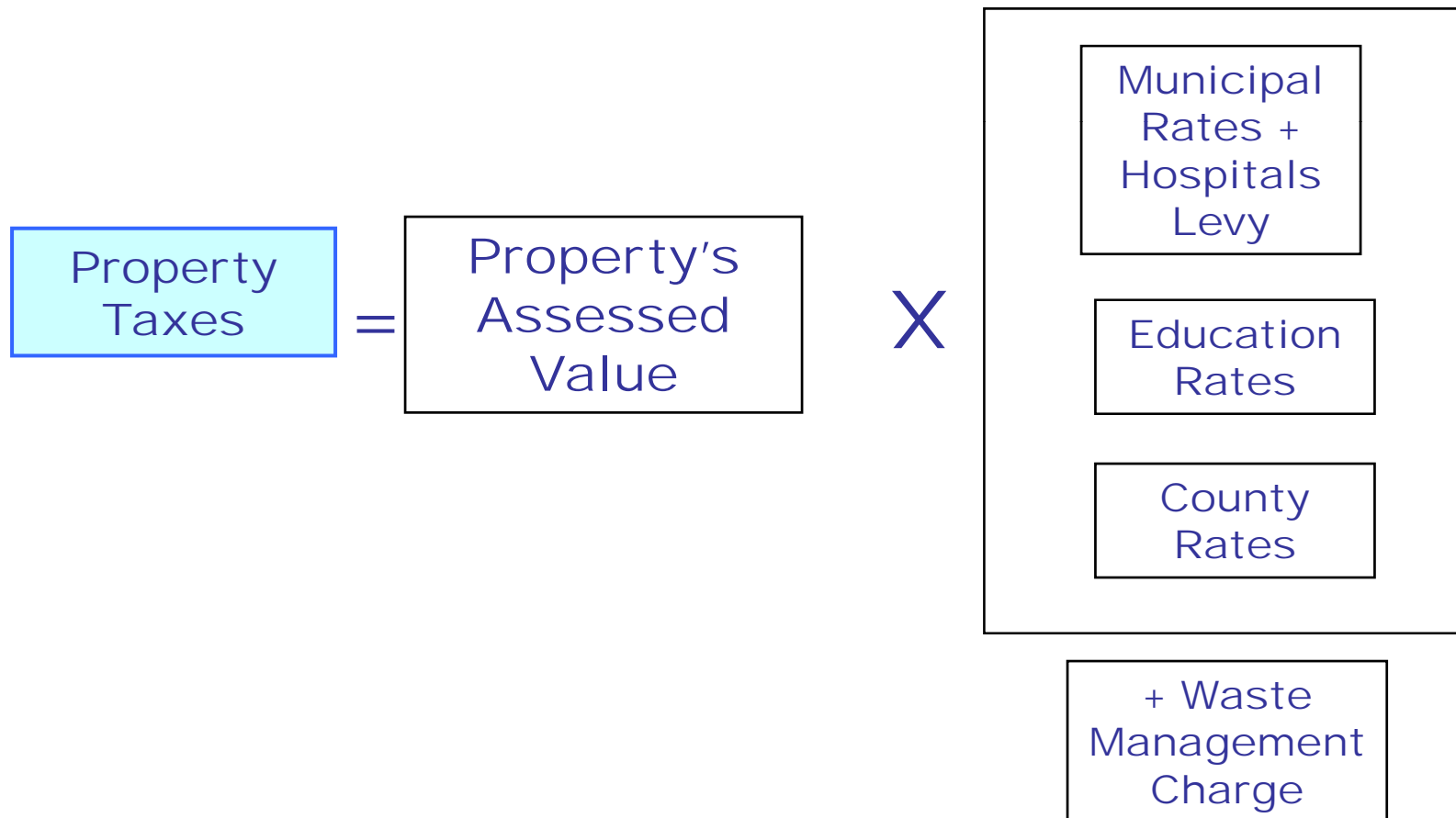
- ALMONTE WARD

- Reconstruct Ottawa St.-\$2,046,000
- Grind & Pave Ottawa St. (Martin St. to St. James St.)-\$125,000
- Repave & Replace catch basin on St. Paul St.-\$40,000
- Repave Teskey St.-\$40,000



PROPOSED 2008 MUNICIPAL TAXATION

How Property Taxes are Calculated





WHY A 9.36% (\$423,072) TAX LEVY INCREASE?

- Lost revenues in 2008 for OPP rebate of \$240,000
- Lower surplus to carry forward than in previous years because of large snowfall in 2007 (i.e. 2006 surplus was \$115,000 whereas 2007 surplus was \$44,000)
- Limits on alternate revenue sources that were used in the past to mitigate tax increases (i.e. reserves, long term financing, development charges)
- Increase in snow removal and vehicle maintenance budgets of \$327,000 due to large snowfall in 2008 with no offsetting reserve available
- Planning for long term infrastructure maintenance and replacement to smooth out taxation impacts in future years

PROPOSED RESIDENTIAL TAX CALCULATION (1% TAX LEVY IS \$45,200)

Year	Municipal Tax Rate	Average Assessment	Total Taxes
2007	.455496%	\$214,000	\$974.76
2008 Proposed	.498130%	\$214,000	\$1,065.99
\$ Annual Increase			\$91.23 (\$7.60 per month)
% Increase	9.36%		9.36%

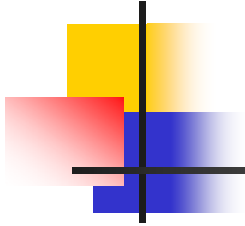
PROPOSED OVERALL RESIDENTIAL TAX CALCULATION ON AVG. ASSESSMENT OF \$214,000

Year	Municipal	County	School	Waste Management	Total
2007	\$974.76	\$955.25	\$564.96	\$185.00	\$2,679.97
2008	\$1,065.99	\$1,012.28	\$564.96	\$190.00	\$2,833.23
\$ increase	\$91.23	\$57.03	\$0	\$5.00	\$153.26
% increase	9.36%	5.97%	0%	2.7%	5.72%



Mississippi Mills taxation vs. Other Local Municipalities based on assessment of \$214,000

Municipality	Total Taxes
Mississippi Mills (proposed 2008)	\$2,833.23 (incl. waste mgmt charge)
Town of Carleton Place (2007)	\$3,273.05
Town of Perth (2007)	\$3,698.87
Town of Arnprior (2007)	\$3,339.21
Township of Lanark Highlands (2007)	\$2,765.84
Township of Beckwith (2007)	\$2,296.35



QUESTIONS?

COMMENTS?