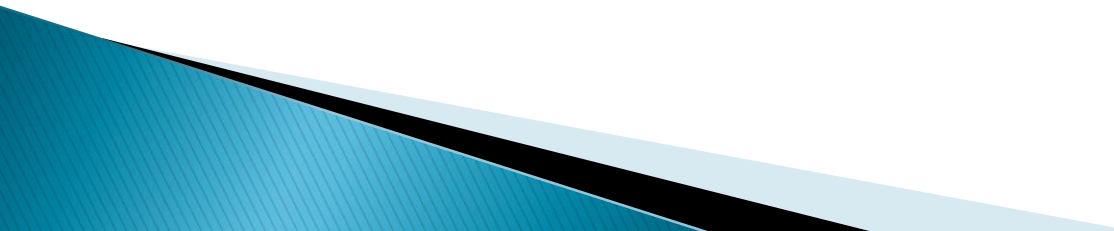


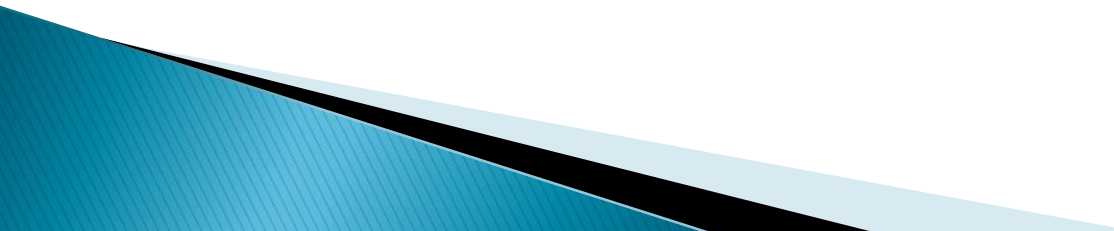
Rural Municipality of Montcalm

2018 Financial Plan Presentation
March 21, 2018

Objectives of the Hearing

- ▶ Welcome to the 2018 Financial Plan hearing and thank you for taking the time to attend.
 - ▶ This hearing provides residents with the opportunity to hear and see what plans are in store for 2018 and beyond.
- 


Objectives of the Hearing

- ▶ This presentation will be a general overview of the 2018 Financial Plan.
 - ▶ If a more detailed explanation on any part of this presentation is required, this option is available by contacting the municipal office.
 - ▶ There will also be an opportunity for questions following the presentation.
- 

Changes for 2017

- ▶ Red River Valley School Division
 - Mill rate decreases from 14.068 to 13.847.
 - Dollars collected increases from \$910,656 to \$990,648.

 - ▶ Borderland School Division
 - Mill rate decreases from 16.909 to 14.415.
 - Dollars collected decreases from \$1,896,754 to \$1,739,701

 - ▶ Education Support Levy
 - Not on residential or farm.
 - Mill rate decreases from 10.500 to 9.770
 - Dollars collected decreases from \$486,016 to \$467,137.
- 

Changes for 2017

▶ Municipal Mill Rates

- Dollars collected from taxes for municipal increases 7.44% from \$2,246,139 to \$2,413,256
- For LUD of St. Jean charges are:
 - Mill rate goes from 14.947 to 15.728
 - \$130 recreation per residential unit
 - \$157 or more for waste where available
 - \$127.96 per parcel with structure for fire protection service
- For St. Jean rural area charges are:
 - Mill rate goes from 9.536 to 9.320
 - \$130 recreation per residential unit
 - \$157 or more for waste where available
 - \$127.96 per parcel with structure for fire protection service

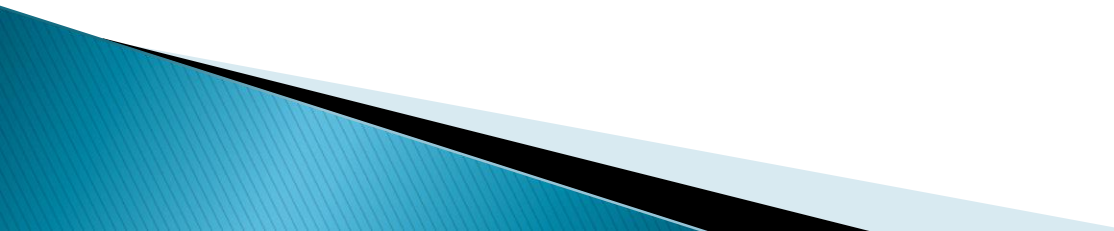
Changes for 2017

▶ Municipal Mill Rates

- For St. Joseph area charges are:
 - Mill rate goes from 9.953 to 9.718
 - \$130 recreation per residential unit
 - \$157 or more for waste where available
 - \$127.96 per parcel with structure for fire protection service
- For Letellier area charges are:
 - Mill rate goes from 10.065 to 9.8017
 - \$130 recreation per residential unit
 - \$157 or more for waste where available
 - \$127.96 per parcel with structure for fire protection service

General Government Services

\$42,820 increase

- ▶ Increase is due to salary costs; increase in council members; legal fees; election costs
 - ▶ Professional development costs increased to reflect new volunteer fire fighters obtaining level 1 training
- 

Protective Services

\$3,200 decrease

- ▶ Lower amounts budgeted for flood control
- ▶ Building inspection costs lowered – based on prior year amount

Transportation Services

\$105,980 increase

- ▶ **\$38,338.22 increase in wages**
 - PW assistant manager position new in 2018
 - Union increase in wages of 2.5%
- ▶ **\$25,000 increase in ditching**
 - Costs for additional drainage projects requested by land owners
- ▶ **\$50,000 increase in gravel budget**
 - New contract in 2018
- ▶ **Other notable expenses for 2018**
 - New man doors;
 - overhead door repairs;
 - insurance cost increases;
- ▶ **Minor decreases and increases are spread over various expense accounts**

Environmental Health Services

\$4,200 decrease

- ▶ Included in this category are garbage and recycling and nuisance ground costs
- ▶ Minimal change from prior year

Public Health and Welfare

\$300 decrease

- ▶ Included in this category is Paradis administrator costs; Altona Health Clinic contribution and social assistance payment due to province annually

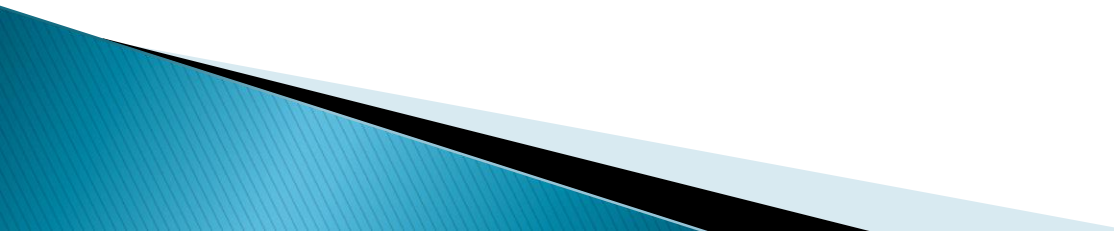
Environmental Development Services

\$2,500 decrease

- ▶ Minimal costs associated with development plan in 2018

Economic Development Services

\$3,800 decrease

- ▶ \$5,800 decrease in rural weed control; amounts set by Valley Weed Services
 - ▶ \$2,000 budgeted for PW Week to increase public awareness
- 

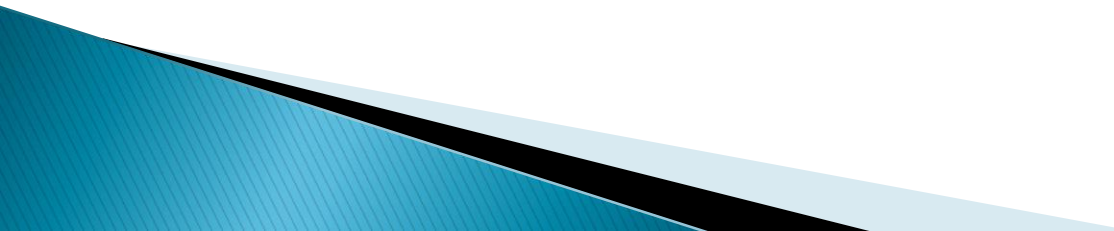
Recreational & Cultural Services

No change

- ▶ Funding amounts to reporting entities and non-reporting organizations remains the same in 2018

Fiscal Services

\$376,171 increase

- ▶ Minimal LUD operating increase (see LUD section for details)
 - ▶ \$370,500 increase in capital purchases
- 

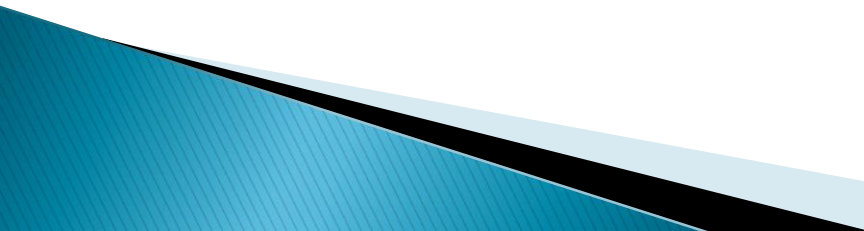
Transfers

\$459,195 increase

- ▶ Reserve transfers by by-law
 - \$155,000 to machinery
 - \$100,000 to fire
 - \$8,000 to technology
 - \$24,996 to human resource
 - \$74,060 to gas tax
- ▶ Additional transfers
 - \$100,000 from fire reserve to machinery reserve
 - \$210,000 from general to machinery reserve
 - \$23,907 to fire reserve - 2017 budget surplus
- ▶ Many of the transfers are between reserve funds and are offset by a revenue amount
- ▶ Actual change in reserve fund balance is a decrease of \$246,481 (not including LUD or utility reserves)

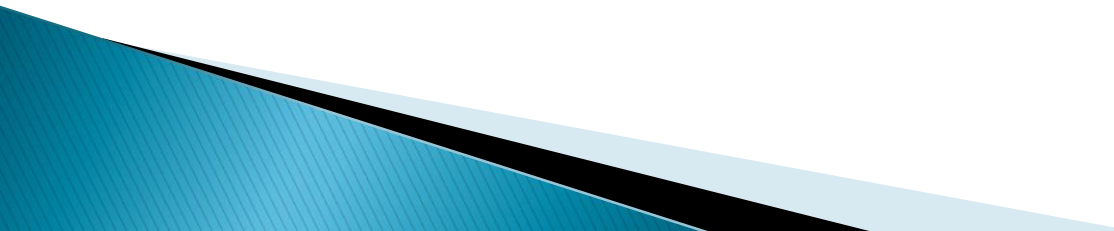
St. Jean Utility

\$1,951,450 decrease in revenue and expenses

- ▶ 2017 included a large amount for the lagoon project; in 2018 \$365,000 is remaining for the project
 - ▶ \$35,000 to replace the water plant header – \$20,000 of the expense will be funding by gas tax reserve funds
 - ▶ Excluding the lagoon project and water plant header replacement the utility operating budget is \$156,550 which is comparable to previous years
- 

Letellier Utility

\$4,750 increase in revenue and expenses

- ▶ There are no funds being transferred from the reserve for operating expenses as done in prior years
 - ▶ \$35,000 from the reserve for a deposit on land for the lagoon expansion and engineering costs
 - ▶ Operating expenses were reduced overall
- 

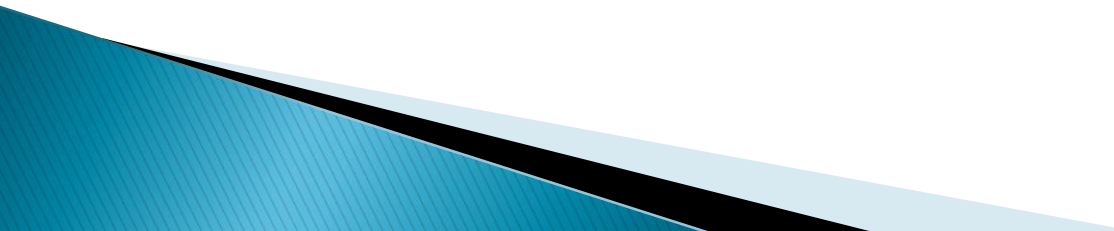
Montcalm Utility

\$29,450 decrease in revenue and expenses

- ▶ There are no funds being transferred from the reserve for operating expenses as done in prior years
- ▶ No capital purchases in 2018

St. Joseph Utility

\$2,000 decrease in revenue and expenses

- ▶ Decrease due to reduction in operating expenses
 - ▶ 2018 budgeted amounts are based primarily on prior year actual amounts
- 

LUD of St. Jean Baptiste

\$5,212 tax levy increase

- ▶ Mill rate for the LUD remains the same at 11.752
- ▶ \$47,565 prior year surplus included of which \$36,730 will be transferred to the LUD reserve fund
- ▶ Additional funds for Christmast lights, garbage cans and extra curb work are included in the budget for 2018
- ▶ LUD projected reserve fund balance of \$207,000 at the end of 2018

2018 Grants

Significant grants being provided for 2018 are:

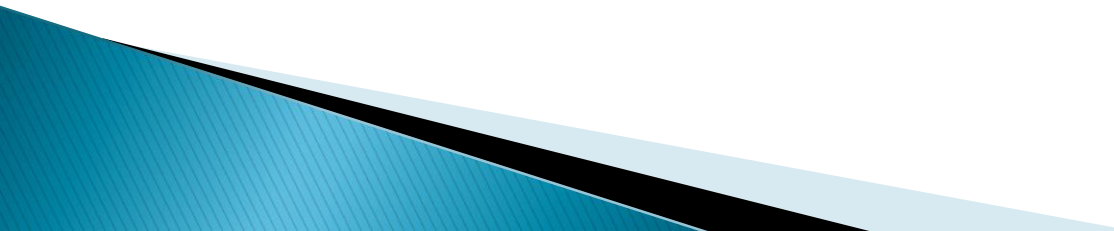
◦ St. Joseph Museum Tourism Grant	\$25,000
◦ Montcalm Library	\$10,000
◦ Ste. Elizabeth Church	\$ 3,000
◦ Emerson & District Handi-Van	\$ 1,000
◦ St. Jean Collegiate (grad bursary)	\$ 500
◦ RM Festival	\$ 500
◦ St. Jean HOK	\$ 400
◦ Letellier Snowcrusher 100	\$ 400

2018 Significant Purchases

▶ The significant purchases for 2018 are:

◦ Grader B	\$ 265,000
◦ Tires for Grader A	\$ 15,000
◦ Excavator	\$ 135,000
◦ Public Works shop renovation	\$ 250,000
◦ 4 SCBA's for St. Jean Fire	\$ 35,000
◦ Computers and networking	\$ 23,500
◦ St. Jean Lagoon	\$ 365,000
◦ St. Jean water plant header	\$ 35,000
◦ Letellier lagoon land deposit	\$ 25,000

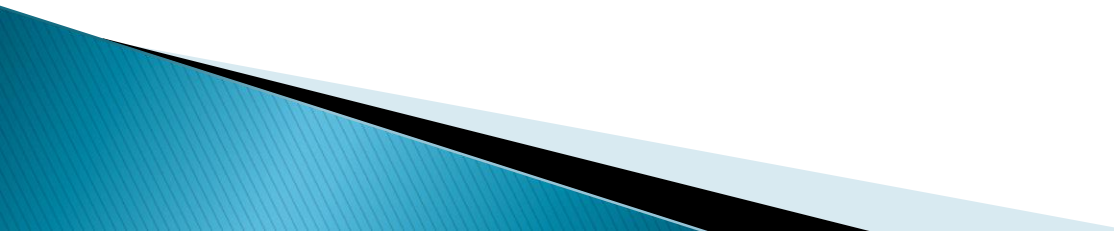
2018 Other Items of Note

- St. Jean Parks and Rec is working on a splash pad
 - New 3 year gravel contract in 2018
 - FCM grant is being applied for to assist with asset management expenses
 - Brais Blvd in St. Joseph will be upgraded and widened in 2018
- 

2018 Other Items of Note

- Election is on October 24, 2018
- The RM changed to 2 wards/5 councillors
 - Ward 1 – north of Hwy 14; 3 councillors
 - Ward 2 – south of Hwy 14; 2 councillors

Future Challenges

- ▶ Utility amalgamations – delayed by the Public Utilities Board, hopefully complete by January 2019
 - ▶ Population reduction – Council will be working with the communities to develop a plan and strategy to maintain and increase the population of the RM
- 

Conclusion

- ▶ Council has been very supportive and involved in the asset management initiative, the long term planning and developing future goals for the RM. 2017 was a very productive year and 2018 promises to be the same.

QUESTIONS???