

# Budget >>> 2014



## 2014 Budget Overview February 7, 2014



London  
CANADA

Draft – December 3, 2013

# Agenda



## *Topic*

- Recap
- Assessment Growth
- Capital Levy Update
- 2013 Surplus

# Budget Update – Levy From Rates



Tax Levy From Rates	\$ Millions	%
Starting Point (Budget As Submitted – December 3, 2013)	\$15.1	3.1%
Adjustments (To Date):		
BC #4 - UTCRA Contract	0.07	0.0
BC# 6, 8-13 - Capital Cuts – <b>\$3.1 Million Capital Levy Added Back to the Budget</b> (BC #7 – Bus Purchase Renewal – funding not required)	3.10	0.7
Fire Operating Budget – <b>Reduced From 4% To 2%</b>	(1.09)	-0.2
BC#57 (Cultural Prosperity Plan)	0.10	0.0
Animal Welfare Contract (ongoing operating)	0.38	0.1
BC#54 (Traffic Calming)	0.03	0.0
BC#56 (Emerald Ash Borer)	0.20	0.0
Million Tree Challenge	0.05	0.0
Budget Position (February 6)	\$17.9	3.7%

Budget  
2014

# Assessment Growth Funding



Description	\$ Millions		
	As Submitted Dec. 3/2013	SPPC	Remaining
\$8.3 Million – Available Assessment Growth Funding			
Category A - Cost of Services (BC# 14 to 30)	\$4.7	\$3.4	\$1.3
Category B - Cost of Services (BC# 31 to 40) <i>Note: Assumes Police Request Of \$0.9 M Will Be Approved.</i>	\$3.6	\$3.4	\$0.2
<b>Total</b>	<b>\$8.3</b>	<b>\$6.8</b>	<b>\$1.5</b>

*For Council Consideration:*

Option	\$ Millions
50% to reduce debt	\$0.75
Economic Development (ongoing)	\$0.38
Tax Mitigation	\$0.38
<b>Total</b>	<b>\$1.50</b>

\$1.5 M could be used to reduce tax levy by:

**0.3%**

# Capital Levy Update



Millions	Recommendation
\$3.1	Reinstated Capital Levy (decision from January 30 <sup>th</sup> )
\$(1.7)	Arterial Road Rehabilitation – SPPC Decision February 6th
\$(0.2)	Bike Lane Program – SPPC Decision February 6th
<b>\$1.2</b>	<b>Total Remaining Unallocated Capital Levy</b>

**\$1.2 M**  
could be contributed to the Economic  
Development Reserve Fund (permanently)

# Recommended Surplus Allocation



Millions	Recommendation	
<b>\$7.3</b>	<b><i>Projected Surplus Of \$7.3 Million</i></b>	
\$2.3	City Facilities Reserve Fund (Ontario Works)	✓ Highly Recommended
\$1.0	Economic Development Reserve Fund	✓ Highly Recommended
\$0.5	VMP Noise Wall	✓ Approved By SPPC
\$0.4	Animal Welfare Contract (one-time capital)	✓ Approved By SPPC
<b>\$3.1</b>	<b>Unallocated 2013 Surplus</b>	

**\$1.0 + \$3.1 = \$4.1 M**

could be contributed to the Economic  
Development Reserve Fund (one-time)

Budget  
2014