

# Strategic Priorities and Policy Committee

## Report

5th Meeting of the Strategic Priorities and Policy Committee - BUDGET  
January 24, 2019

**PRESENT:** Mayor E. Holder (Chair), Councillors M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozo, A. Kayabaga, S. Hillier

**ALSO PRESENT:** M. Hayward, A.L. Barbon, G. Bridge, B. Card, S. Datars Bere, J. Davies, A. Dunbar, J. Fleming, M. Galczynski, G. Kotsifas, L. Livingstone, D. MacRae, S. Mathers, J.P. McGonigle, J. Millson, K. Murray, D. O'Brien, M. Ribera, C. Saunders, S. Spring, M. Schulthess and B. Westlake-Power.

The meeting is called to order at 10:03 AM, with all members present.

### 1. Disclosures of Pecuniary Interest

Councillor S. Turner discloses a pecuniary interest with respect to any matter specific to EarlyON funding by indicating that his spouse is an employee of Childreach. Councillor S. Turner further discloses a pecuniary interest with respect to any matter specific to the Middlesex London Health Unit (MLHU), by indicating that the MLHU is his employer

Councillor J. Helmer discloses a pecuniary interest in any matters related directly to the National Golf Course Owners Association, by indicating that his father is a member of the Association.

Councillor P. Van Meerbergen discloses a pecuniary interest in any matters associated with childcare funding, by indicating that his spouse operates a daycare business.

Councillor A. Hopkins discloses a pecuniary interest in matters that may specifically reference Canadian Union of Public Employees (CUPE) Local 107, by indicating that her son is a member of Local 107.

Councillor S. Lehman discloses a pecuniary interest the discussion specific to proposed new Business Improvement Area (BIA) funds, by indicating that he is a member of the Downtown BIA.

### 2. Consent

#### 2.1 2019 Annual Budget Update - Public Engagement

Moved by: M. Cassidy

Seconded by: S. Lewis

That the following actions be taken with respect to the 2019 Annual Budget Update - Public Engagement:

a) that, on the recommendation of the Managing Director, Corporate Services and City Treasurer, Chief Financial Officer, the staff report dated January 24, 2019 regarding public engagement for the 2019 Multi-Year Budget Update BE RECEIVED for information; and

b) the verbal update from Councillor J. Morgan and the Managing Director, Corporate Services and City Treasurer, Chief Financial Officer, with respect to direction arising from the January 17, 2019 Public Participation Meeting related to the Merrymount Children's Centre funding request, BE RECEIVED for information.

Yeas: (14): Mayor E. Holder, M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, E. Pelozo, A. Kayabaga, and S. Hillier

Recuse: (1): S. Turner

**Motion Passed (14 to 0)**

### **3. Scheduled Items**

#### **3.1 Budget Overview**

Moved by: S. Turner

Seconded by: A. Hopkins

That the attached budget presentation from the Managing Director, Corporate Services and City Treasurer, Chief Financial Officer BE RECEIVED.

Yeas: (15): Mayor E. Holder, M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozo, A. Kayabaga, and S. Hillier

**Motion Passed (15 to 0)**

### **4. Items for Direction**

#### **4.1 Review of Operating Budget Amendments (rounded to the closest \$1,000)**

That the following actions be taken with respect to the 2019 Annual Budget Update – Operating:

a) the following actions be taken with respect to the following Operating Budget Amendment Cases:

i) Business Cases #1 (Adjustments to Reduce the Tax Levy) - Net Impact \$(1,072), #3 (Confidential - Labour Relations) - Net Impact \$(2,000), and #5 (Additional Land Ambulance Resources) - Net Impact \$590, BE APPROVED;

ii) Business Case #2 (Cancellation of Planned 2019 Minimum wage Increase) - Net Impact \$(521), BE APPROVED;

iii) Business Case #4 (Bicycle Lane Maintenance) - Net Impact \$408, BE APPROVED;

iv) Business Case #6 (Safeguard Program - London Police Service) - Net Impact \$161, BE APPROVED;

v) Business Case #7 (London Children's Museum - Funding Request) - Net Impact \$0, BE APPROVED, including the amended sources of financing for the Case (\$1,500,000 – Economic Development Reserve Fund and \$500,000 – Tourism Infrastructure Reserve Fund);

vi) Business Case #13 (Subsidized Transit for Seniors) - Net Impact \$285, BE APPROVED;

b) the Hamilton Road Business Improvement Area (BIA) BE GIVEN a grant in the amount of \$50,000 for 2019 to assist the BIA in their activities; it being noted that this is a 4 km, low assessment area with a 4.9% levy totaling only \$70,000; it being further noted that the grant would be funded from the Community Investment Reserve Fund; and,

c) that \$330,000 from Assessment Growth revenue BE ALLOCATED to the 2019 Budget in order to off-set the tax levy.

**Motion Passed**

Voting Record:

Moved by: J. Helmer

Seconded by: M. Cassidy

That Operating Budget Amendments included in Business Cases #1 (Adjustments to reduce the Tax Levy), #3 (Confidential - Labour Relations), and #5 (Additional Land Ambulance Resources), BE APPROVED.

Yeas: (15): Mayor E. Holder, M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozza, A. Kayabaga, and S. Hillier

**Motion Passed (15 to 0)**

Moved by: S. Lehman

Seconded by: P. Van Meerbergen

That Operating Budget Amendments included in Case #2 (Cancellation of Planned 2019 Minimum wage Increase), BE APPROVED.

Yeas: (9): Mayor E. Holder, M. van Holst, S. Lewis, M. Cassidy, P. Squire, J. Morgan, S. Lehman, P. Van Meerbergen, and S. Hillier

Nays: (6): M. Salih, J. Helmer, A. Hopkins, S. Turner, E. Pelozza, and A. Kayabaga

**Motion Passed (9 to 6)**

Moved by: A. Hopkins

Seconded by: S. Lewis

That Operating Budget Amendments included in Case #4 (Bicycle Lane Maintenance), BE APPROVED.

Yeas: (12): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, S. Turner, E. Pelozza, and A. Kayabaga

Nays: (2): P. Van Meerbergen, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (12 to 2)**

Moved by: M. Salih

Seconded by: E. Pelozza

That Operating Budget Amendments included in Case #6 (Safeguard Program - London Police Service), BE APPROVED.

Yeas: (14): Mayor E. Holder, M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, S. Turner, E. Pelozza, A. Kayabaga, and S. Hillier

Nays: (1): P. Van Meerbergen

**Motion Passed (14 to 1)**

Moved by: S. Hillier  
Seconded by: S. Lewis

That Operating Budget Amendments included in Case #7 (London Children's Museum - Funding Request), BE APPROVED, as amended.

Yeas: (15): Mayor E. Holder, M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozza, A. Kayabaga, and S. Hillier

**Motion Passed (15 to 0)**

**Amendment:**

Moved by: J. Helmer  
Seconded by: S. Turner

That Operating Budget Amendment - Case #7 (London Children's Museum - Funding Request), BE AMENDED, to revise the source of funding of the Case with \$1,500,000 being funded from the Economic Development Reserve Fund, and \$500,000 being funded from the Tourism Infrastructure Reserve Fund.

Yeas: (12): Mayor E. Holder, M. van Holst, J. Helmer, M. Cassidy, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozza, A. Kayabaga, and S. Hillier

Nays: (3): S. Lewis, M. Salih, and P. Squire

**Motion Passed (12 to 3)**

Moved by: P. Van Meerbergen  
Seconded by: E. Pelozza

That Business Case #13 Subsidized Transit for Seniors, BE REFERRED to the next multi-year budget process, in order for all transit subsidies and fares to be reviewed in a comprehensive way.

Yeas: (3): S. Lehman, P. Van Meerbergen, and E. Pelozza

Nays: (12): Mayor E. Holder, M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, A. Hopkins, S. Turner, A. Kayabaga, and S. Hillier

**Motion Failed (3 to 12)**

Moved by: M. van Holst  
Seconded by: M. Salih

That Operating Budget Amendments included in Case #13 (Subsidized Transit for Seniors), BE APPROVED.

Yeas: (13): Mayor E. Holder, M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, S. Turner, A. Kayabaga, and S. Hillier

Nays: (2): P. Van Meerbergen, and E. Pelozza

**Motion Passed (13 to 2)**

Moved by: P. Squire  
Seconded by: M. van Holst

That the Civic Administration BE DIRECTED to bring forward for Municipal Council's consideration options that would result in a reduction of the proposed tax levy increase for 2019 to 2.4%; it being noted that Municipal Council will review the said options presented and all other budget matters to determine if it will implement a 2019 tax levy increase of 2.4%.

Yeas: (5): M. van Holst, P. Squire, J. Morgan, P. Van Meerbergen, and S. Hillier

Nays: (10): Mayor E. Holder, S. Lewis, M. Salih, J. Helmer, M. Cassidy, S. Lehman, A. Hopkins, S. Turner, E. Pelozza, and A. Kayabaga

**Motion Failed (5 to 10)**

Moved by: M. van Holst  
Seconded by: Mayor E. Holder

That the Hamilton Road Business Improvement Area (BIA) BE GIVEN a grant of \$50,000 for 2019 to assist the BIA in their activities; it being noted that this is a 4km, low assessment area with a 4.9% levy totaling only \$70,000; it being further noted that the grant would be funded from the Community Investment Reserve Fund.

Yeas: (10): Mayor E. Holder, M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, J. Morgan, A. Hopkins, P. Van Meerbergen, and S. Hillier

Nays: (4): P. Squire, S. Turner, E. Pelozza, and A. Kayabaga

Absent: (1): S. Lehman

**Motion Passed (10 to 4)**

Moved by: S. Lewis  
Seconded by: J. Morgan

That \$330,000 from Assessment Growth revenue BE ALLOCATED to the 2019 Budget in order to off-set the tax levy.

Yeas: (12): Mayor E. Holder, M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, and S. Hillier

Nays: (3): S. Turner, E. Pelozza, and A. Kayabaga

**Motion Passed (12 to 3)**

**Amendment:**

Moved by: P. Van Meerbergen  
Seconded by: S. Lehman

That the motion to allocate \$330,000 from Assessment Growth Revenue to the 2019 Budget BE AMENDED to be \$1,000,000 to the 2019 Budget amount.

Yeas: (5): M. van Holst, P. Squire, S. Lehman, P. Van Meerbergen, and S. Hillier

Nays: (10): Mayor E. Holder, S. Lewis, M. Salih, J. Helmer, M. Cassidy, J. Morgan, A. Hopkins, S. Turner, E. Pelozza, and A. Kayabaga

**Motion Failed (5 to 10)**

Moved by: A. Hopkins  
Seconded by: P. Van Meerbergen

Motion to recess the meeting, until 10:00 AM, Monday, January 28, 2019.

**Motion Passed**

The Strategic Priorities and Policy Committee recesses at 4:12 PM.

# 16 MULTI-YEAR BUDGET FOR THE 19 CITY OF LONDON 2019 ANNUAL UPDATE INVESTING IN OUR FUTURE

**Strategic Priorities & Policy Committee**  
**January 24, 2019**



1

## Agenda



- 2019 Annual Budget Update Recap
- Other Budget Matters
  - Subsidized Transit for Seniors
  - Breakdown of Budget Amendment #1
  - Tax Levy Increases by Property Class
- Assessment Growth
- How Do We Compare?
- Recommended Budget Review Approach

2

## 2019 Budget Update Recap

3

## 2019 Budget Amendment Requests



There are a total of **12** budget amendment cases

### Operating Amendments

- There are 7 operating budget amendments
  - 1 does not have an impact on the tax levy
  - 3 result in budget reductions
  - 3 result in budget increases

### Capital Amendments

- All 5 of the capital budget amendments can be accommodated within the capital plan
  - No impact to the tax levy

4

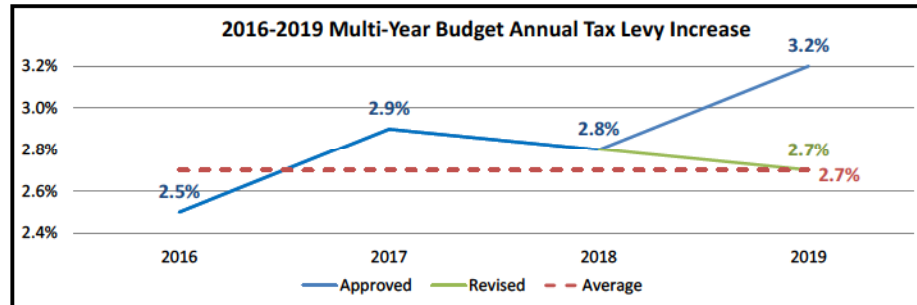
## 2019 Budget Amendment Requests



2016-2019 Multi-Year Operating Budget  
(includes all tabled budget amendments)

2019 Multi-Year Budget Update	Net Budget (\$000's)				Average Annual %	Avg. Annual Rate Payer Impact <sup>1</sup>
	2016	2017	2018	2019		
Approved % Increase From Rates	2.5%	2.9%	2.8%	3.2%	2.8%	\$ 77
Approved Net Budget (Tax Levy)	536,434	556,980	579,532	597,657		
Cumulative Amendment				(2,435)		
Revised Net Budget (Tax Levy)	536,434	556,980	579,532	595,222		
Incremental Net Increase/(Decrease)				(2,435)		
Revised % Increase From Rates	2.5%	2.9%	2.8%	2.7%	2.7%	\$ 74

1. Average property owner with an assessed value of \$221,000 in 2015 (excludes the Education tax portion).



5

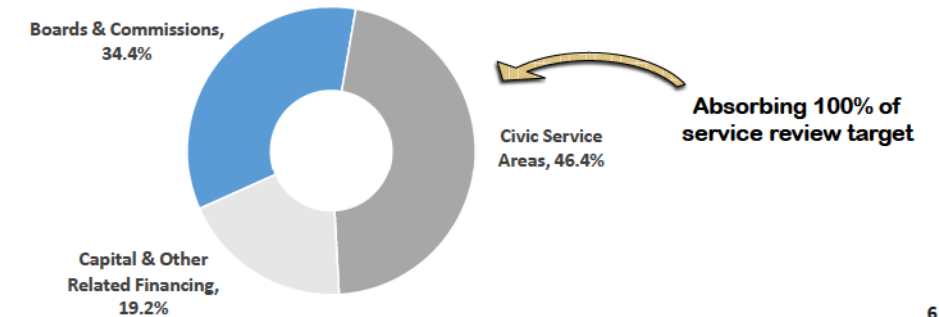
## Other Budget Matters

7

## Service Reviews



- 2016-2019 budget **has been reduced by \$4 million**
  - 2016 target of \$0.5m: Achieved ✓
  - 2017 target of \$1.0m: Achieved ✓
  - 2018 target of \$1.5m: Achieved ✓
  - 2019 target of \$1.0m: Pending
- Civic Administration has been directed to fill the "gap" through service review initiatives, noting that Civic Service Areas represents less than 50% of the net operating budget



6

## Subsidized Transit for Seniors



- As directed by Council on December 18, 2018, a budget amendment has been prepared to reinstate discounted seniors bus tickets (Budget Amendment #13)
- Estimated program cost is \$285,000 per year
- As this is the reinstatement of a previous program (not a pilot program), tax levy is the recommended permanent source of funding
- If approved, the 2019 and 4 year average tax levy increase would increase from 2.7% to 2.8%

8



## Budget Amendment #1

### Revenue Adjustments Categorization



At 2019 Budget tabling on December 17<sup>th</sup>, Committee requested a further breakdown of Budget Amendment #1:

Component	Amount related to experience & budget right-sizing (\$000's)	Amount related to new or increased fees in 2019 (\$000's)
#1 – Tipping Fee Revenues	\$400	
#2 – Licensing & Ceremony Revenues	\$10	
#3 – Taxation Revenues	\$200	
#4 – Parking & Court Fees	\$325	
#5 – Business Licensing	\$25	
#6 – Development Services Application Fees		\$112
<b>Total:</b>	<b>\$960</b>	<b>\$112</b>
<b>TOTAL BUDGET AMENDMENT:</b>	<b>\$1,072</b>	

9

## Assessment Growth

11

## Tax Levy Increase by Property Class



	2016	2017	2018
Budget Increase	2.5%	2.9%	2.8%
<b>After Tax Policy Approval – Average Tax Increase by Property Class (excluding Education taxes):</b>			
Residential	2.8%	1.9%	2.0%
Multi-residential	2.8%	1.9%	2.0%
Commercial	1.6%	6.9%	5.8%
Industrial	1.2%	2.5%	2.1%
<b>After Tax Policy Approval – Average Tax Increase by Property Class (including Education taxes):</b>			
Residential	2.2%	1.1%	1.3%
Multi-residential	2.7%	1.6%	1.8%
Commercial	0.7%	6.2%	4.8%
Industrial	0.3%	1.3%	0.6%

10

## Assessment Growth Overview



12

## Assessment Growth Policy



- Civic service areas, boards & commissions that incur costs to provide existing core services to new growth areas are required to submit business cases to the City Treasurer
- The first available assessment growth funds are applied to business cases approved by the City Treasurer or designate
- If assessment growth funding exceeds the growth costs in any one budget year, the balance will be applied in that year as follows:
  - 50% to reducing authorized debt on a one-time basis; and,
  - 50% to the Capital Infrastructure Gap Reserve Fund on a one-time basis to mitigate growth in the infrastructure gap
- If growth costs exceed available assessment growth funding then:
  - Approved business cases will be allocated funding according to the following priority order:
    - Flow through costs for business cases funded through assessment growth in the prior year;
    - Services that are aligned with those supported through Development Charges; and,
    - Business cases will be evaluated as to whether the service and/or funding could be deferred to next year and whether significant service disruptions would occur if the service did not receive the current year growth funding.
  - Unfunded business cases will be resubmitted for consideration in the following year.

13

## 2019 Assessment Growth



- Assessment growth allocation is a separate process outside of the budget
- 2019 assessment growth revenue reported to Corporate Services Committee on Jan. 22, 2019 = 1.96%
- 2019 assessment growth allocations will be reported to the Strategic Priorities & Policy Committee on Mar. 4, 2019

(\$ millions)	Amount
Estimated Assessment Growth Revenue - 1.96% Growth	\$11.36
Prior Year Carry-forward	\$1.35
Total Assessment Growth Funding Available	\$12.71
Estimated 2019 Assessment Growth Costs	(\$10.08)
Estimated Remaining Assessment Growth Funding	\$2.63

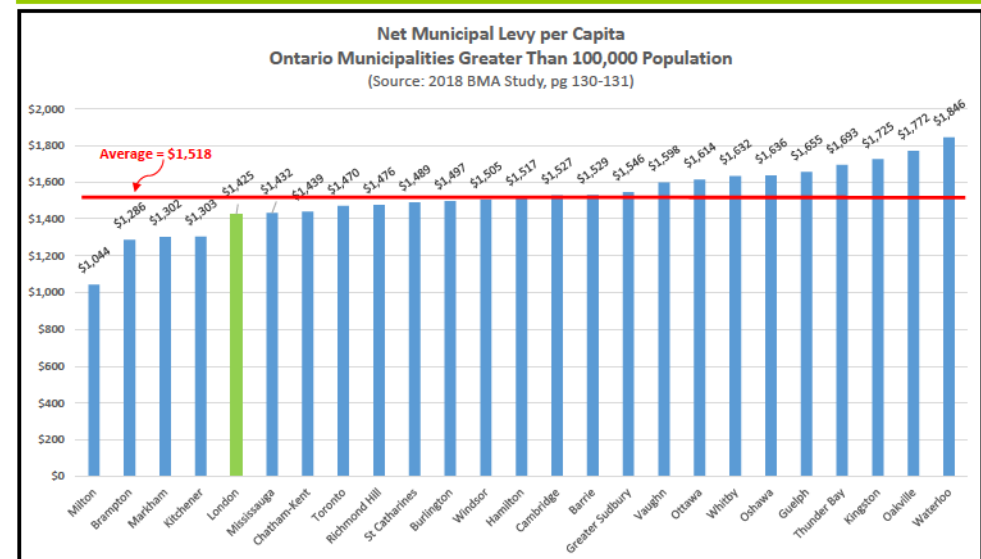
14

## How Does London Compare?



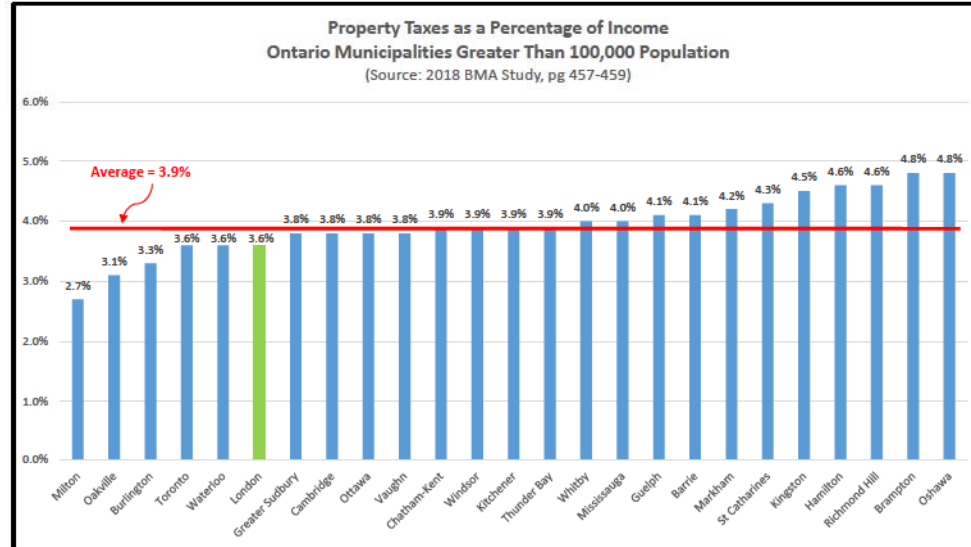
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## Net Municipal Levy per Capita



16

## Property Taxes as a Percentage of Household Income



17

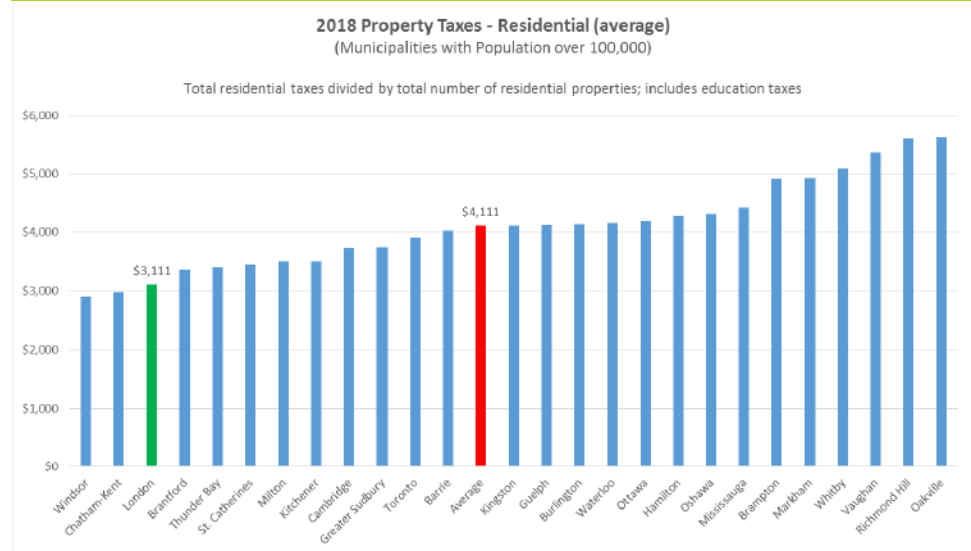
## BMA Municipal Study Relative Property Taxes



- BMA Consulting Inc. includes a comparison of relative property taxes for 12 different property types in the annual Municipal Benchmarking Study. For example:
  - Residential – Single Family Detached Bungalow
  - Residential – 2 Storey
  - Residential – Senior Executive
- Methodology: Sample of properties matching the criteria for each property class
- Due to small sample sizes, average residential property taxes viewed as most representative of entire city

18

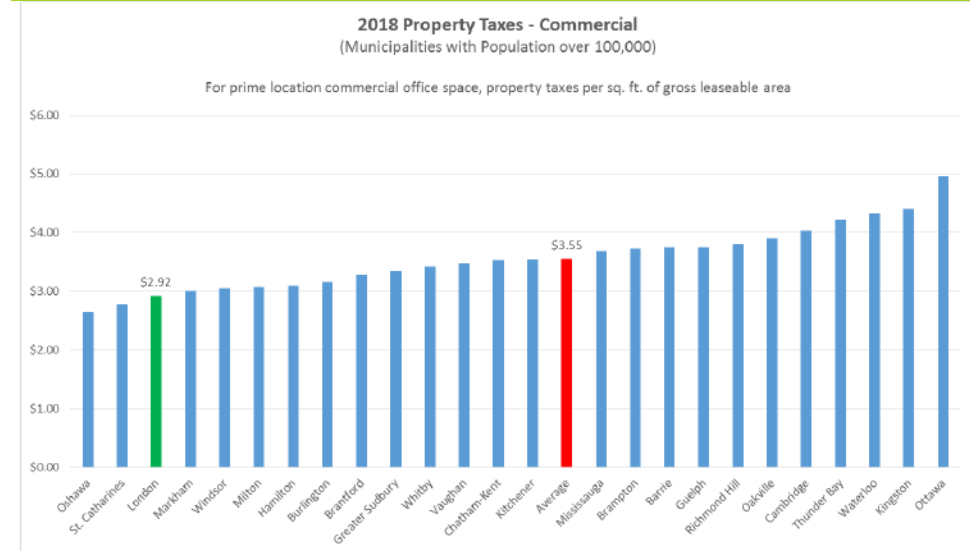
## Relative Property Taxes Average Residential



Source: 2018 BMA Municipal Study

19

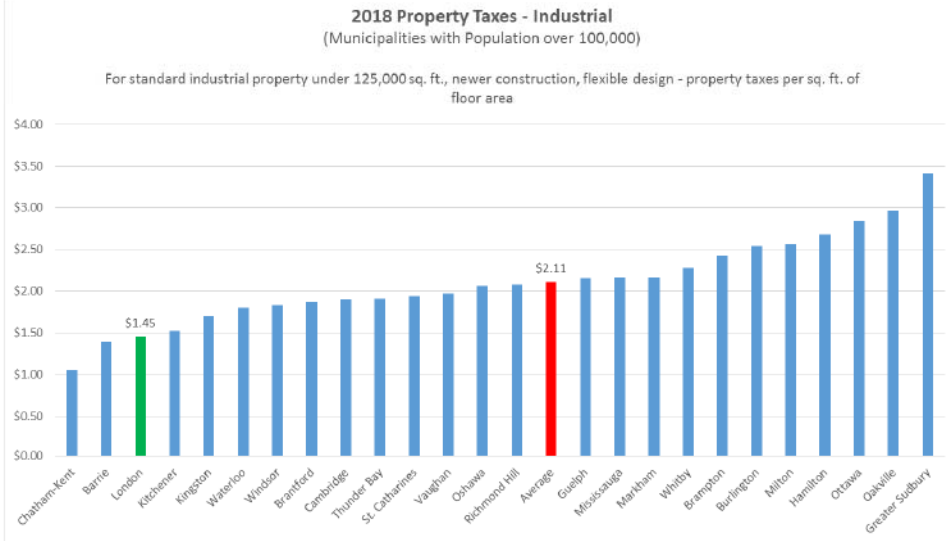
## Relative Property Taxes Commercial



Source: 2018 BMA Municipal Study

20

## Relative Property Taxes Industrial



Source: 2018 BMA Municipal Study

21

## Recommended Budget Review Approach

22

## Recommended Budget Review Approach



- Tax Levy model will enable real-time tracking of the impact of budget decisions
- Review property tax supported operating budget amendments #1-#7 & #13 (seniors transit) (agenda item 4.1)
- Review property tax supported capital budget amendments #8-#12 (agenda item 4.2)
- Review water capital budget amendments #1-#4 (agenda item 4.9)
- Review wastewater & treatment capital budget amendments #5-#10 (agenda item 4.14)
- Approve legislative/housekeeping recommendations (agenda items 4.3-4.8, 4.10-4.13, 4.15-4.18)

23



London  
CANADA



LondonCanada



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24

# Strategic Priorities and Policy Committee

## Report

5th Meeting of the Strategic Priorities and Policy Committee (Continued) - BUDGET  
January 28, 2019

PRESENT: Councillors M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelorza, A. Kayabaga, S. Hillier

ABSENT: Mayor E. Holder (Chair)

ALSO PRESENT: M. Hayward, A.L. Barbon, B. Card, B. Coxhead, S. Datars Bere, J. Davies, A. Dunbar, J. Fleming, M. Galczynski, S. King, G. Kotsifas, L. Livingstone, S. Mathers, J. Millson, K. Murray, D. O'Brien, M. Ribera, C. Saunders, K. Scherr, M. Schulthess, S. Spring, S. Stafford and B. Westlake-Power.

The meeting is called to order at 10:03 AM.

#### 4. Items for Direction

##### 4.2 Review of Capital Budget Amendments (rounded to the closest \$1,000)

That the following actions be taken with respect to the 2019 Annual Budget Update - Capital, Amendment Cases #8 (London Convention Centre - Realign 10 Year Capital Plan) - Net Impact \$1,857 (2019), \$(2,489) (2020-2025), #9 (Covent Garden Market Garage Painting) - Net Impact \$50 (2019), \$52 (2020-2025), #10 (Masonville Transit Village Secondary Plan) - Net Impact \$75 (2019), #11 (Project Estimate updates - Growth Transportation Capital Projects) - Net Impact \$(1,325) (2019), \$23,970 (2020-2025) and #12 (Realignment of Growth Transportation Capital Projects) - Net Impact \$(6,833) (2019), \$6,833 (2020-2025); it being noted that the financing can be accommodated within the capital plan without impacting the tax levy:

- a) changes to the 2019 capital budget, Cases #8 to #12, representing a decrease of \$6.2 million BE APPROVED;
- b) changes to the 2020-2025 forecast period, Cases #8 to #12, representing an increase of \$28.4 million BE APPROVED, in principle; and
- c) the following capital budget adjustments, only impacting the 2020-2025 forecast period, BE APPROVED, in principle; it being noted that the changes to the forecast represent an increase of \$13.1 million:
  - i) Information Technology Services Capital Plan Changes - Lifecycle Renewal - Net Impact \$(1,060);
  - ii) Victoria Bridge Replacement - Lifecycle Renewal - Net Impact \$10,840; and,
  - iii) Victoria Bridge Replacement - Active Transportation - Lifecycle Renewal - Net Impact \$3,300.

**Motion Passed**

Voting Record:

Moved by: J. Helmer

Seconded by: M. van Holst

That Capital Budget Amendments #8 (London Convention Centre - Realign 10 Year Capital Plan), #10 (Masonville Transit Village), #11

(Project Estimate Updates - Growth Transportation Capital Projects) and #12 (Realignment of Growth Transportation Capital Projects), BE APPROVED.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozo, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

Moved by: S. Lehman  
Seconded by: E. Pelozo

That Capital Budget Amendment Business Case #9, (Covent Garden Market Garage Painting), BE APPROVED.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozo, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

4.3 Reconciliation of the Tabled Budget

Moved by: M. van Holst  
Seconded by: S. Lewis

That the reconciliation of the tabled budget to the Public Sector Accounting Board financial statement budget BE RECEIVED for information.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozo, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

4.4 Operating Budget

That in accordance with section 291(4)(c) of the *Municipal Act 2001*, as amended, the revised 2019 tax levy BE READOPTED in the gross amount of \$960,381,425 and in the net amount of \$606,536,348.

**Motion Passed**

Voting Record:

Moved by: S. Lewis  
Seconded by: M. Cassidy

That in accordance with section 291(4)(c) of the *Municipal Act 2001*, as amended, the revised 2019 tax levy, for all matters excluding childcare, golf, the Community Grant Program and Middlesex London Health Unit, BE READOPTED in the gross amount of \$895,291,972 and in the net amount of \$591,432,626.

Yeas: (11): S. Lewis, M. Salih, J. Helmer, M. Cassidy, J. Morgan, S. Lehman, A. Hopkins, S. Turner, E. Pelozza, A. Kayabaga, and S. Hillier

Nays: (3): M. van Holst, P. Squire, and P. Van Meerbergen

Absent: (1): Mayor E. Holder

**Motion Passed (11 to 3)**

Moved by: A. Hopkins  
Seconded by: M. Cassidy

That in accordance with section 291(4)(c) of the *Municipal Act 2001*, as amended, the revised 2019 tax levy related to childcare BE READOPTED in the gross amount of \$52,347,793 and in the net amount of \$6,209,761.

Yeas: (11): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, J. Morgan, S. Lehman, A. Hopkins, E. Pelozza, A. Kayabaga, and S. Hillier

Nays: (1): P. Squire

Recuse: (2): P. Van Meerbergen, and S. Turner

Absent: (1): Mayor E. Holder

**Motion Passed (11 to 1)**

Moved by: S. Turner  
Seconded by: M. Cassidy

That in accordance with section 291(4)(c) of the *Municipal Act 2001*, as amended, the revised 2019 tax levy related to golf BE READOPTED in the gross amount of \$3,849,601 and in the net amount of \$1,902.

Yeas: (11): M. van Holst, S. Lewis, M. Salih, M. Cassidy, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozza, and S. Hillier

Nays: (2): P. Squire, and A. Kayabaga

Recuse: (1): J. Helmer

Absent: (1): Mayor E. Holder

**Motion Passed (11 to 2)**

Moved by: S. Lewis  
Seconded by: M. van Holst

That in accordance with section 291(4)(c) of the *Municipal Act 2001*, as amended, the revised 2019 tax levy related to the Community Grant Program BE READOPTED in the gross amount of \$2,797,000 and in the net amount of \$2,797,000.

Yeas: (12): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, E. Pelozza, A. Kayabaga, and S. Hillier

Nays: (1): P. Van Meerbergen

Recuse: (1): S. Turner

Absent: (1): Mayor E. Holder

**Motion Passed (12 to 1)**

Moved by: J. Helmer  
Seconded by: M. Cassidy

That in accordance with section 291(4)(c) of the *Municipal Act 2001*, as amended, the revised 2019 tax levy funding for the Middlesex London Health Unit BE READOPTED in the gross amount of \$6,095,059 and in the net amount of \$6,095,059.

Yeas: (13): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, E. Pelozza, A. Kayabaga, and S. Hillier

Recuse: (1): S. Turner

Absent: (1): Mayor E. Holder

**Motion Passed (13 to 0)**

#### 4.5 Capital Budget

Moved by: J. Helmer  
Seconded by: S. Lewis

That in accordance with section 291(4)(c) of the *Municipal Act 2001*, as amended, the following actions be taken with respect to the capital budget:

a) the revised 2019 capital budget BE READOPTED in the amount of \$205,382,000; and

b) the revised 2020-2025 capital forecast BE APPROVED in principle in the amount of \$1,523,527,000.

Yeas: (13): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, S. Turner, E. Pelozza, A. Kayabaga, and S. Hillier

Nays: (1): P. Van Meerbergen

Absent: (1): Mayor E. Holder

**Motion Passed (13 to 1)**

#### 4.6 Reserves and Reserve Funds Overview

Moved by: J. Helmer  
Seconded by: A. Kayabaga

That the Reserves and Reserve Funds Overview, as outlined in the 2019 Tax Supported Budget document dated December 17, 2018, BE APPROVED; it being noted projections are subject to annual review and adjustment.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozza, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**



4.7 By-laws regarding Operating and Capital Budgets

Moved by: A. Hopkins  
Seconded by: E. Pelosa

That the Civic Administration BE DIRECTED to bring forward any necessary by-laws regarding the operating and capital budgets for introduction at Municipal Council on February 12, 2019.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelosa, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

4.8 2019 Tax Levy

Moved by: A. Kayabaga  
Seconded by: M. Cassidy

That the Managing Director, Corporate Services and City Treasurer, Chief Financial Officer and the City Clerk BE INSTRUCTED to prepare the 2019 Tax Levy By-law for introduction and enactment by the Municipal Council at the appropriate time.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelosa, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

4.9 Water – Review of 2019 Capital Budget Amendments – (rounded to the closest \$1,000)

Moved by: S. Hillier  
Seconded by: S. Turner

That the following Capital Budget Amendments - Water, BE APPROVED:

Case #1 – Arva Huron Watermain Environmental Assessment - Net Impact \$600 (2019)

Case #2 – New Watermain Pond Mills Road - Net Impact \$585 (2019)

Case #3 – Arva Pumping Station Upgrade - Net Impact \$(332) (2019), \$332 (2020-2025)

Case #4 – New Watermain Summercrest Southdale - Net Impact \$(1,131) (2019), \$1,131 (2020-2025);

it being noted that the financing can be accommodated within the capital plan without impacting the Water rates.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelosa, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

#### 4.10 Reconciliation of the Tabled Water Budget

Moved by: J. Helmer  
Seconded by: S. Lewis

That the reconciliation of the tabled Water budget to the Public Sector Accounting Board financial statement budget BE RECEIVED for information.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Peloza, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

#### 4.11 Water Operating Budget – Annual Rate Increase (to be confirmed)

Moved by: S. Hillier  
Seconded by: M. Cassidy

That in accordance with section 291(4)(c) of the *Municipal Act, 2001*, the Water Operating budget reflecting an annual rate increase of 3% for the 2019 period BE READOPTED with no net change.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Peloza, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

#### 4.12 Water Capital Budget

Moved by: M. Cassidy  
Seconded by: A. Hopkins

That in accordance with section 291(4)(c) of the *Municipal Act, 2001*, the following actions be taken with respect to the Water Capital budget:

a) the revised 2019 capital budget BE READOPTED in the amount of \$28,302,000; and

b) the revised 2020-2025 capital forecast BE APPROVED in principle in the amount of \$231,001,000.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Peloza, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

#### 4.13 Water Reserves and Reserve Funds Overview

Moved by: S. Lewis  
Seconded by: S. Hillier

That the Water Reserves and Reserve Funds Overview, as outlined in the 2019 Water and Wastewater & Treatment Budget document dated

December 17, 2018, BE APPROVED; it being noted projections are subject to annual review and adjustment.

Yeas: (13): S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Peloza, A. Kayabaga, and S. Hillier

Nays: (1): M. van Holst

Absent: (1): Mayor E. Holder

**Motion Passed (13 to 1)**

**4.14 Wastewater & Treatment – Capital Budget Amendments (rounded to the closest \$1,000)**

Moved by: A. Hopkins

Seconded by: S. Lewis

That the following Capital Wastewater & Treatment Capital Budget Amendments BE APPROVED:

Case #5 – Erosion Remediation in Open Watercourses Management and Reclamation - Net Impact \$320 (2019)

Case #6 – Replacement of Equipment Wastewater Treatment Plants -Net Impact \$690 (2019)

Case #7 – Dingman Creek and other Stream Remediation - Net Impact\$(1,796) (2019), \$1,796 (2020-2025)

Case #8 – Dingman Creek Main Channel Remediation Works - Net Impact \$(2,300) (2019), \$2,300 (2020-2025)

Case #9 – Dingman Creek on-line SWM Facility #2 - Net Impact \$(4,290) (2019), \$4,290 (2020-2025)

Case #10 – Carling Creek Trunk Storm Sewer Phase IV - Net Impact \$(1,350) (2019), \$1450 (2020-2025)

Capital Budget Amendments – 2020-2025 – PDC's Installed with Claimable Remediation Works – Net Impact \$(100); and Greenway Wastewater Treatment Plant Flood Proofing and Effluent Pumping Station – Net Impact \$6,850;

it being noted that the financing can be accommodated within the capital plan without impacting Wastewater & Treatment rates.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Peloza, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

**4.15 Reconciliation of the Tabled Wastewater & Treatment Budget**

Moved by: M. Cassidy

Seconded by: S. Lehman

That items 4.15 to 4.18, inclusive BE APPROVED, as follows:

**4.15 Reconciliation of the Tabled Wastewater & Treatment Budget**

That the reconciliation of the tabled Wastewater & Treatment budget to the Public Sector Accounting Board financial statement budget BE RECEIVED for information.

4.16 Wastewater & Treatment Operating Budget - annual Rate Increase (to be confirmed)

That in accordance with section 291(4)(c) of the *Municipal Act 2001*, as amended, the Wastewater & Treatment Operating budget reflecting an annual rate increase of 3% for the 2019 period BE READOPTED with no net change.

4.17 Wastewater & Treatment Capital Budget

That in accordance with section 291(4)(c) of the *Municipal Act 2001*, as amended, the following actions be taken with respect to the Wastewater & Treatment Capital Budget:

- a) the revised 2019 capital forecast BE APPROVED in the amount of \$43,542,000; and
- b) the revised 2020-2025 capital forecast BE APPROVED in principle in the amount of \$373,691,000.

4.18 Wastewater & Treatment Reserves and Reserve Funds Overview

That the Wastewater & Treatment Reserves and Reserve Funds Overview, as outlined in the 2019 Water and Wastewater & Treatment Budget document dated December 17, 2018, BE APPROVED; it being noted that the projections are subject to annual review and adjustment.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozo, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

**5. Deferred Matters/Additional Business**

5.1 ADDED - City Budget 2019 - Recommendations

Moved by: S. Turner  
Seconded by: P. Van Meerbergen

That the communication dated January 15, 2019, from the London Chamber of Commerce, with respect to 2019 Budget recommendations, BE RECEIVED.

Yeas: (14): M. van Holst, S. Lewis, M. Salih, J. Helmer, M. Cassidy, P. Squire, J. Morgan, S. Lehman, A. Hopkins, P. Van Meerbergen, S. Turner, E. Pelozo, A. Kayabaga, and S. Hillier

Absent: (1): Mayor E. Holder

**Motion Passed (14 to 0)**

**6. Confidential**

None.

**7. Adjournment**

The meeting adjourned at 11:00 AM.