

2025 Financial Plan Public Hearing

Wednesday, April 23, 2025, 5:30 pm



RM OF EAST ST. PAUL

Your Community

- **Vision Statement**

East St. Paul is a vibrant community with a distinctive lifestyle

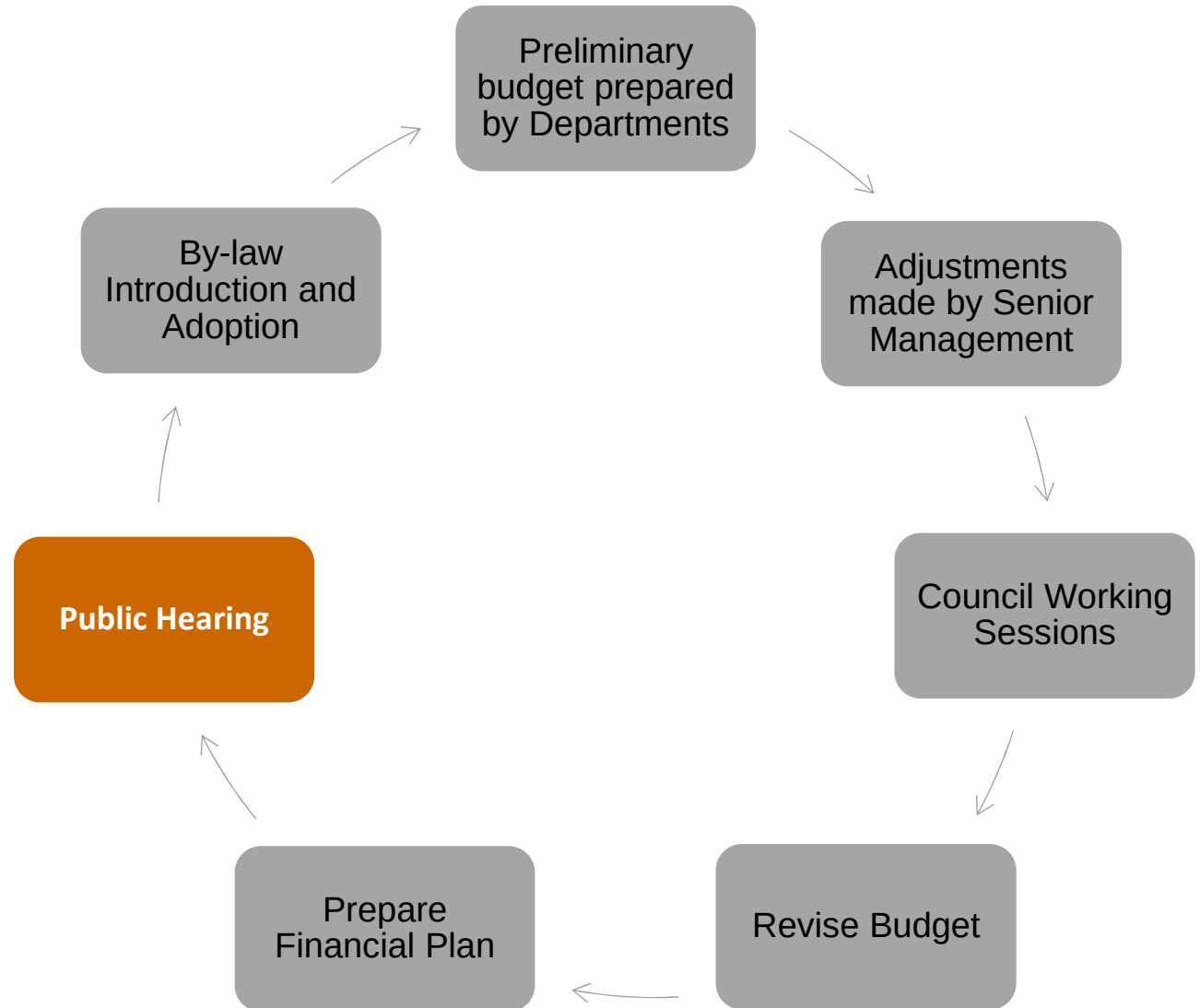
- **Mission Statement**

Our Municipality is committed to ensuring sustainable, efficient and controlled growth. We are dedicated to conserving our heritage and enhancing our recreation facilities.

Objectives of the Hearing

- Provide residents with an overview of the 2025 Financial Plan, and an opportunity to ask questions, gather information and provide feedback.
- If you would like more details regarding the information presented today, please contact CAO Suzanne Ward at (204) 668-8112 or by e-mail at cao@eaststpaul.com.

Financial Planning Process

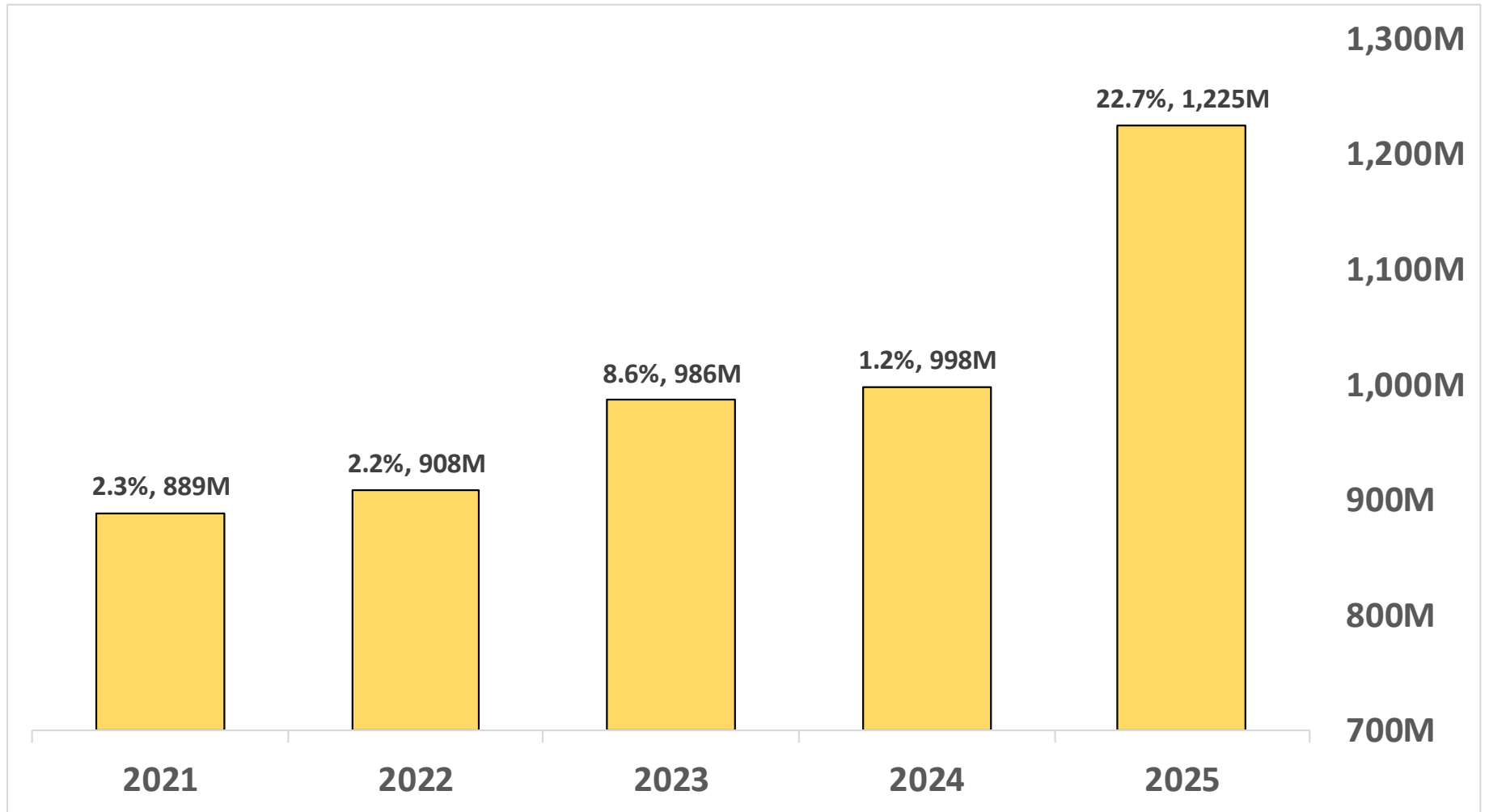


2025 Changes to Property Assessments

- Provincial reassessments typically occur every two (2) years.
- 2025 was a reassessment year based on property market values updated to April 1, 2023.
- For 2025, the RM used the new assessments plus any adjustments to the roll provided by the Selkirk Assessment Branch of the Province of Manitoba based on development activity since the last reassessment.

2021-2025 Annual Assessments

(22.7% increase in average assessment from 2024)



Your Municipal Tax dollar Includes services such as:

- Fire Protection
- Dust Control
- Trails
- Animal Control
- Mosquito Control
- By-Law Enforcement
- Street Cleaning/Blvd Cleaning
- Traffic Services/Signage
- Weed Control
- Administration
- Library Refunds
- Snow Removal
- Road Maintenance
- Flood Control & EMO Services
- Outdoor Skating Rinks
- Emergency Services
- Street Lighting
- Grass Cutting – Parks, Blvds, Ditches
- Recycling & Garbage Pickup
- Drainage
- Soccer/Baseball fields
- Red River Planning District
- Arena
- Flood Risk Management
- Consultants
- Parks & Playgrounds
- Recreation

2025 School Tax Information

School tax requirements are established by the school board and the province

Education Support Levy (ESL)

The 2025 Education Support Levy tax requirement (\$519,887), which only applies to commercial properties, will increase by 2.15% from 2024 (\$508,928).



River East Transcona School Division (RETSD)

The 2025 RETSD tax requirement (\$15,105,150) will increase by 25.75% from 2024 (\$12,012,208).



Homeowners Affordability Tax Credit (HATC)

The Education Property Tax Credit is being replaced by the HATC, which will provide for a credit of up to \$1,500 on primary residences in 2025. The School Tax Rebate is being eliminated for all properties except farm properties. Farm properties will continue to receive the 50% rebate.



2025 Municipal Mill Rate = 7.312

(15.39% decrease from 2024)

The municipal mill rate is comprised of taxation, reserve provisions and general borrowing. The following is a breakdown of the mill rate:

- Taxation = 4.982
- Reserves = 2.330
- Borrowing = 0.000

The 2025 Municipal Mill Rate has decreased by 15.39%

2024 Manitoba Inflation (CPI) Rate Change = +1.05%

Changes for 2025

- **Residential** Mill Rate is....

7.312	Municipal
<u>12.333</u>	RETSD
19.645	Total

This total Residential Mill Rate has decreased by 4.98% from 2024

Changes for 2025

- **Commercial Mill Rate is....**

7.312	Municipal
12.333	RETSD
<u>7.117</u>	Education Support Levy
26.762	Total

This total Commercial Mill Rate has decreased by 7.09% from 2024

2025 Residential Mill Rate Change Summary (%)

Municipal Taxes	15.39% decrease
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School Taxes	2.49% increase
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Calculating Your Tax Bill

- The mill rate applies to each \$1,000 of assessed value. Only a portion of your property's assessed value is used for tax calculations:
 - residential portion is 45%
 - commercial portion is 65%
 - farmland portion is 26%

Tax Calculation : $\frac{\text{Portioned Assessment}}{1,000} \times \text{Mill Rate} = \text{Taxes}$

Residential Tax Calculation Example

2024

Assessment = \$500,000

$$\frac{\$500,000}{1,000} \times 45\% \times 20.675 = \$4,651.88^*$$

* **Municipal Tax = \$1,944.45**

* **School Tax = \$2,707.43**

2025

Assessment = \$500,000

$$\frac{\$500,000}{1,000} \times 45\% \times 19.645 = \$4,420.13^*$$

* **Municipal Tax = \$1,645.20 (-\$299.25)**

* **School Tax = \$2,774.93 (\$67.50)**

Results in an overall tax **decrease** of \$231.75 or 4.98%

Residential Tax Calculation Example #2

A more accurate comparison would also add a homeowner's likely assessment increase into the calculation

2024

Assessment = \$500,000

$$\frac{\$500,000}{1,000} \times 45\% \times 20.675 = \$4,651.88^*$$

*** Municipal Tax = \$1,944.45**

*** School Tax = \$2,707.43**

2025

Assessment = \$613,450 (+22.69%)

$$\frac{\$613,450}{1,000} \times 45\% \times 19.645 = \$5,423.06^*$$

*** Municipal Tax = \$2,018.50 (\$74.05)**

*** School Tax = \$3,404.56 (\$697.13)**

Results in an overall tax increase of \$771.18 or 16.58%

Residential Tax Calculation Example #3

Further, factoring the addition of the HATC and the removal of the EPTC and School Tax Rebate into the calculation would provide the most accurate comparison

2024

Assessment = \$500,000

$$\frac{\$500,000}{1,000} \times 45\% \times 20.675 - \text{Credits} = \$2,948.16^*$$

*** Municipal Tax = \$1,944.45**

*** Gross School Tax = \$2,707.43**

EPTC = (\$350.00)

School Tax Rebate = (\$1,353.72)

Net School Tax = \$1,003.71

2025

Assessment = \$613,450 (+22.69%)

$$\frac{\$613,450}{1,000} \times 45\% \times 19.645 - \text{Credits} = \$3,923.06^*$$

*** Municipal Tax = \$2,018.50 (\$74.05)**

*** Gross School Tax = \$3,404.56 (\$697.13)**

HATC = (\$1,500.00)

Net School Tax = \$1,904.56 (\$900.85)

Results in an overall tax increase of \$974.90 or 33.07%

Prior Year (2024) Municipal Mill Rates

(\$500,000 property, 45% portioned)

Mill Rate Change			
2023	2024	Change	%

Taxes per Dwelling		
2023	2024	Change

Selkirk	21.689	20.940	(0.749)	(3.45%)	\$4,880.03	\$4,711.50	(\$168.53)
Stonewall	10.419	9.353	(1.066)	(10.23%)	\$2,344.28	\$2,104.43	(\$239.85)
St. Clements	10.400	10.400	0.000	0.00%	\$2,340.00	\$2,340.00	\$0.00
St. Andrews	9.967	10.097	0.130	1.30%	\$2,242.58	\$2,271.83	\$29.25
Springfield	9.894	9.993	0.099	1.00%	\$2,226.15	\$2,248.43	\$22.28
East St. Paul	8.642	8.642	0.000	0.00%	\$1,944.45	\$1,944.45	\$0.00
West St. Paul	7.855	7.751	(0.104)	(1.32%)	\$1,767.38	\$1,743.98	(\$23.40)
Headingley	6.400	6.400	0.000	0.00%	\$1,440.00	\$1,440.00	\$0.00
Rosser	5.115	5.463	0.348	6.80%	\$1,150.88	\$1,229.18	\$78.30

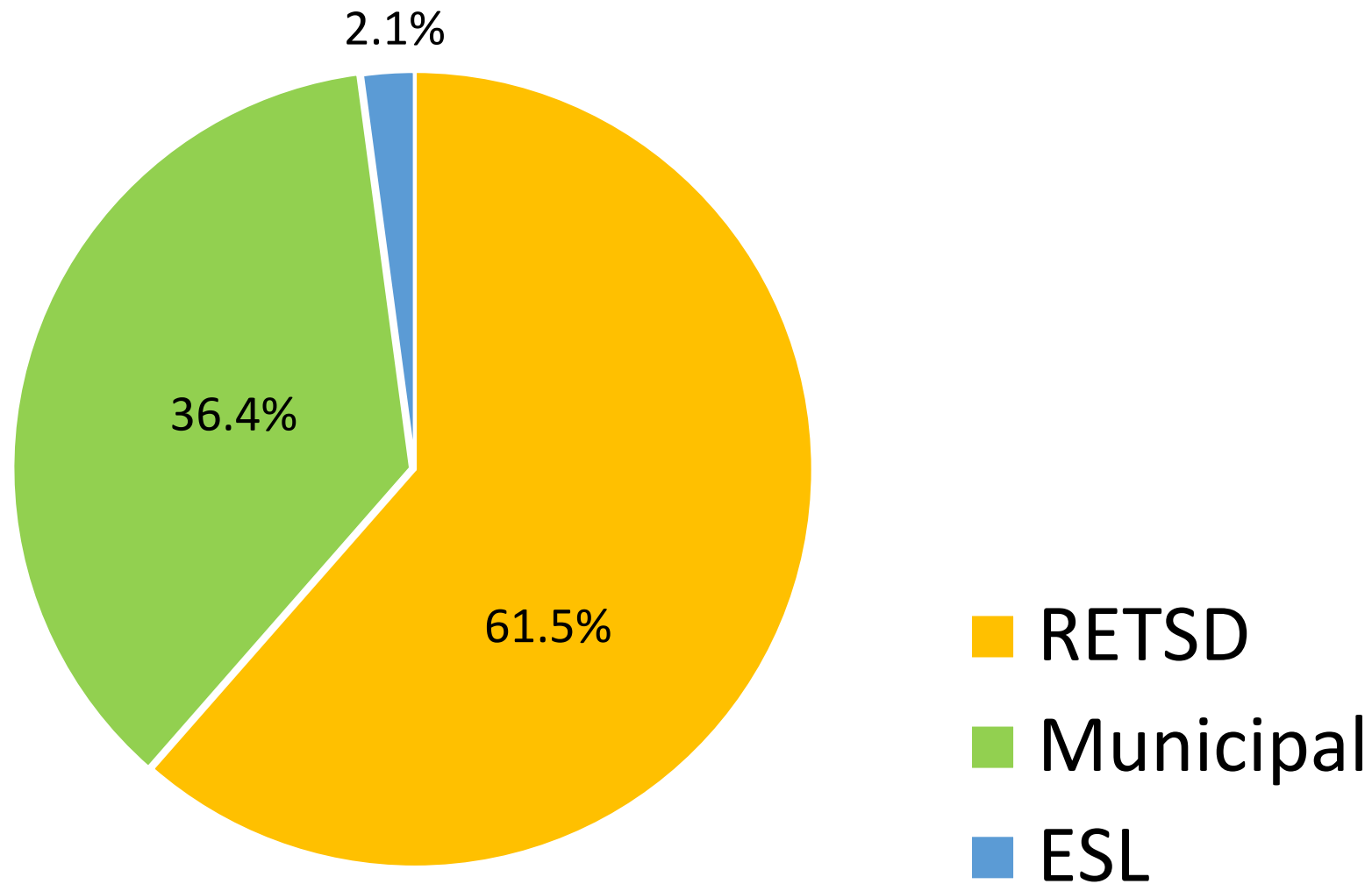
Note: Municipal mill rates exclude LID rates that are not levied on the entire assessment value of the municipality.

What does a 1% change look like in real dollars?

A 1% change in the municipal mill rate =

\$105,845

2025 Property Tax Collection Breakdown



2025 Tax Dollars Collected

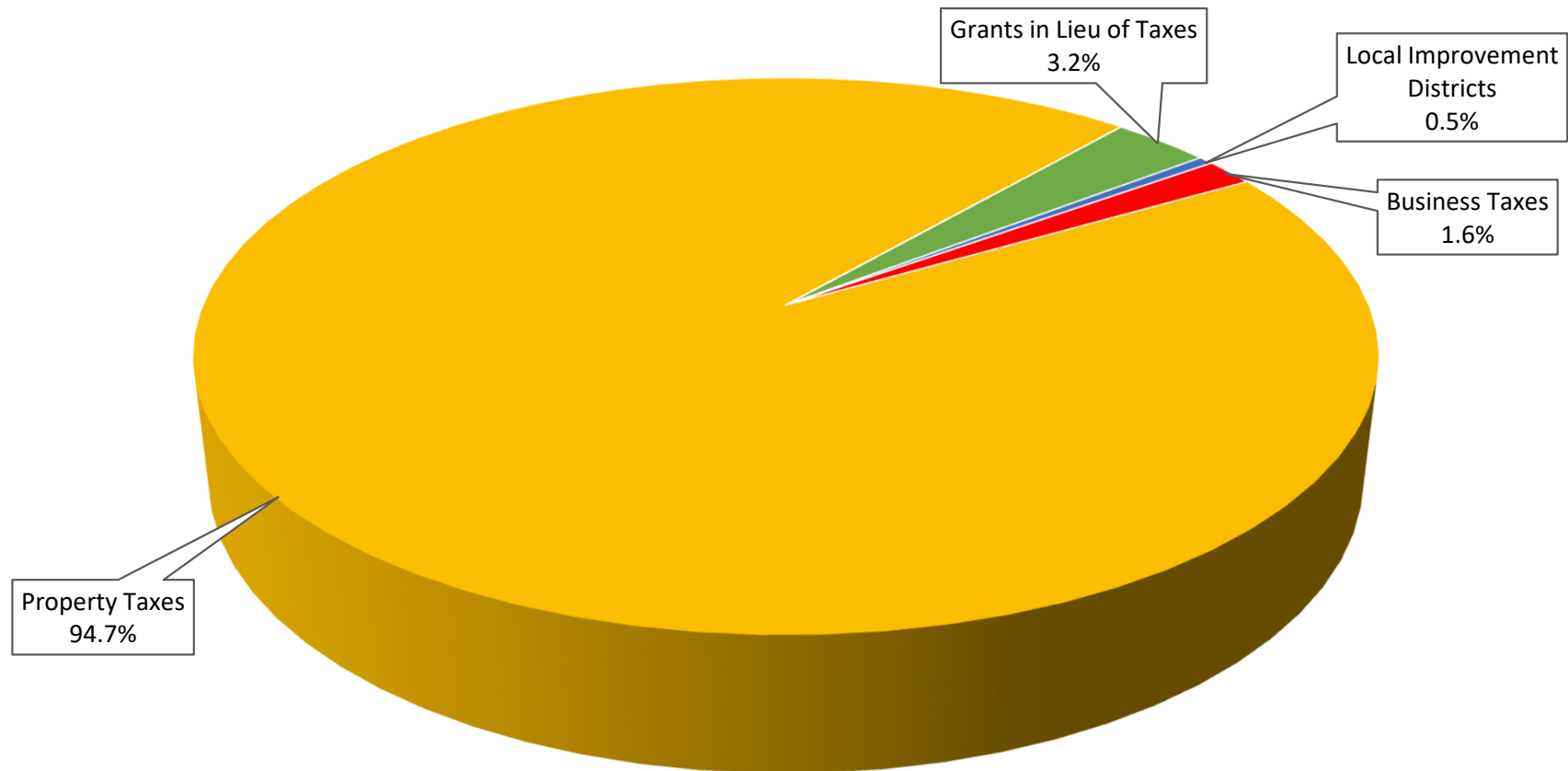
Municipal dollars collected through taxation (excluding business taxes and LIDs):

\$8,955,420 (2024 \$8,627,129, up \$328,291 or 3.81%)

Education dollars collected (school tax credits excluded) through taxation and directly forwarded to the Province/RETSD:

\$15,625,037 (2024 \$12,521,136, up \$3,103,901 or 24.79%)

2025 Municipal Tax Revenue Analysis



■ Grants in Lieu of Taxes ■ Local Improvement Districts ■ Business Taxes ■ Property Taxes

5-Year Mill Rate History

MUNICIPAL						
<u>Year</u>	<u>Mill Rate</u>	<u>% Change</u>	<u>Assessment</u>	<u>Taxable</u>	<u>Municipal Taxes</u>	<u>\$ Change</u>
2021	8.473	1.80%	500,000	225,000	\$1,906.43	\$33.75
2022	8.472	(0.01%)	500,000	225,000	\$1,906.20	(\$0.23)
2023	8.642	2.01%	500,000	225,000	\$1,944.45	\$38.25
2024	8.642	0.00%	500,000	225,000	\$1,944.45	\$0.00
2025	7.312	(15.39%)	500,000	225,000	\$1,645.20	(\$299.25)

SCHOOL (RETSO)						
<u>Year</u>	<u>Mill Rate</u>	<u>% Change</u>	<u>Assessment</u>	<u>Taxable</u>	<u>School Taxes</u>	<u>\$ Change</u>
2021	12.712	(0.50%)	500,000	225,000	\$2,860.20	(\$14.40)
2022	12.421	(2.29%)	500,000	225,000	\$2,794.73	(\$65.47)
2023	11.108	(10.57%)	500,000	225,000	\$2,499.30	(\$295.43)
2024	12.033	8.33%	500,000	225,000	\$2,707.43	\$208.13
2025	12.333	2.49%	500,000	225,000	\$2,774.93	\$67.50

5-Year Average Annual Change

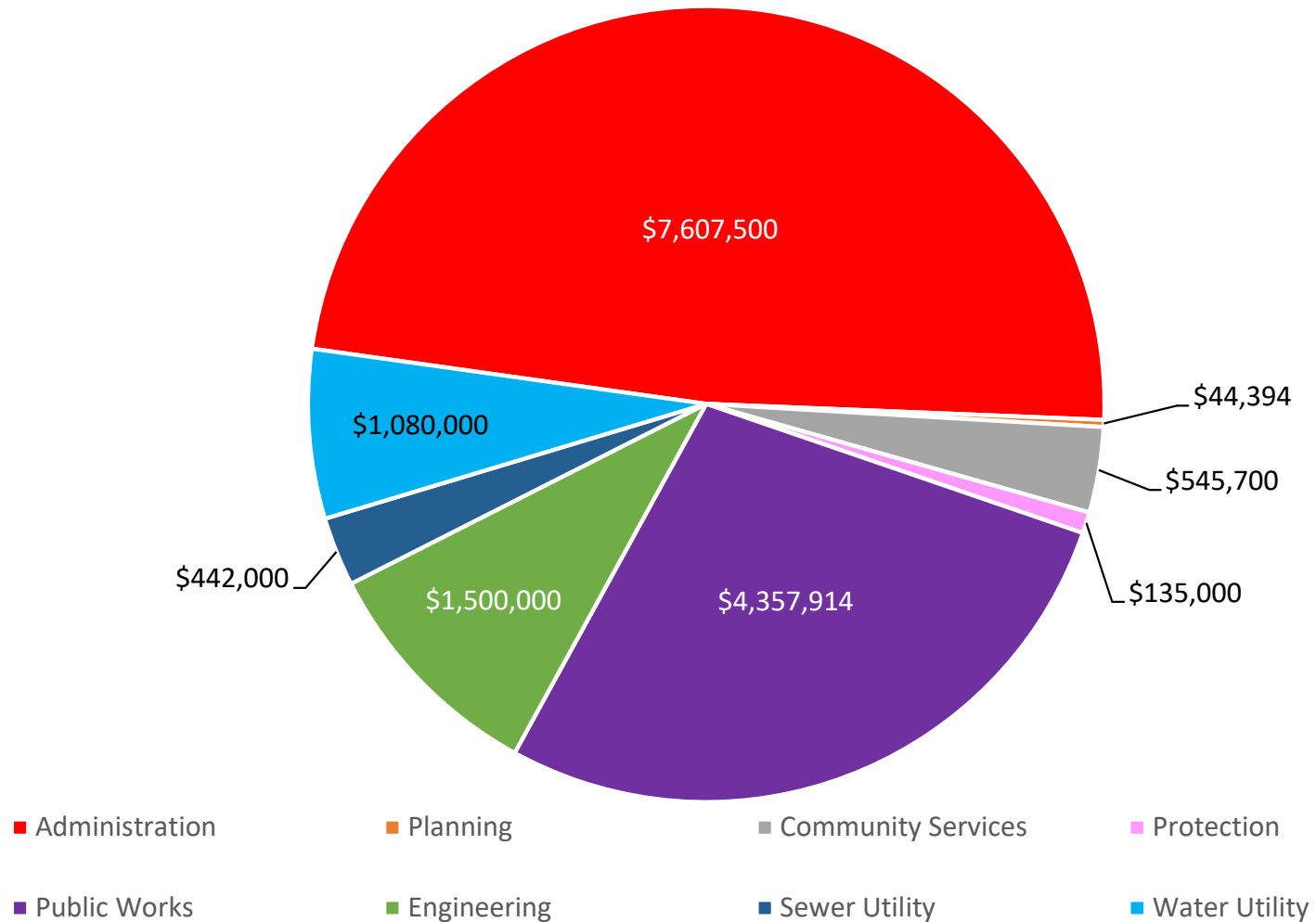
Municipal mill rate	2.43% decrease
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School mill rate	0.69% decrease
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Capital Expense Planning

- Each year, municipalities allocate funds to reserves for long term planning
- Saving funds through reserves over a long period of time allows Council to make large capital expenditures without a significant one-year impact to taxes or borrowing
- For example, we have \$570,000 budgeted in 2025 to replace/upgrade various pieces of vehicles/machinery.
- Contributions to a reserve for these upgrades have been made for many years and payment will be a transfer from reserves
- If we had not saved for this expenditure and collected tax dollars in the year of purchase, this would have resulted in a tax increase of an additional 6.36% to the municipal mill rate.

2025 Capital Expenditures = \$15,712,508



2025 Capital Expenditures

Administration

Admin Building Upgrades

107,500

Land Acquisition

7,500,000

7,607,500

Planning

Concept Plans

25,000

Pond Development Policy

19,394

44,394

2025 Capital Expenditures

Community Services

Curling Club Capital Allocation	35,000
Park Upgrades	<u>510,700</u>
	<u>545,700</u>

Protection

Fire Equipment	95,000
CSO Radio System	<u>40,000</u>
	<u>135,000</u>

2025 Capital Expenditures

Public Works

Road & Pathway Improvements	3,288,000
Drainage Improvements	175,000
Equipment Purchases	569,914
Transfer Station Upgrades	100,000
Operations Building Office Upgrade	25,000
Ponds Management	200,000
	4,357,914

Engineering

Water Treatment Plant Distribution Line Twinning	1,500,000
	1,500,000

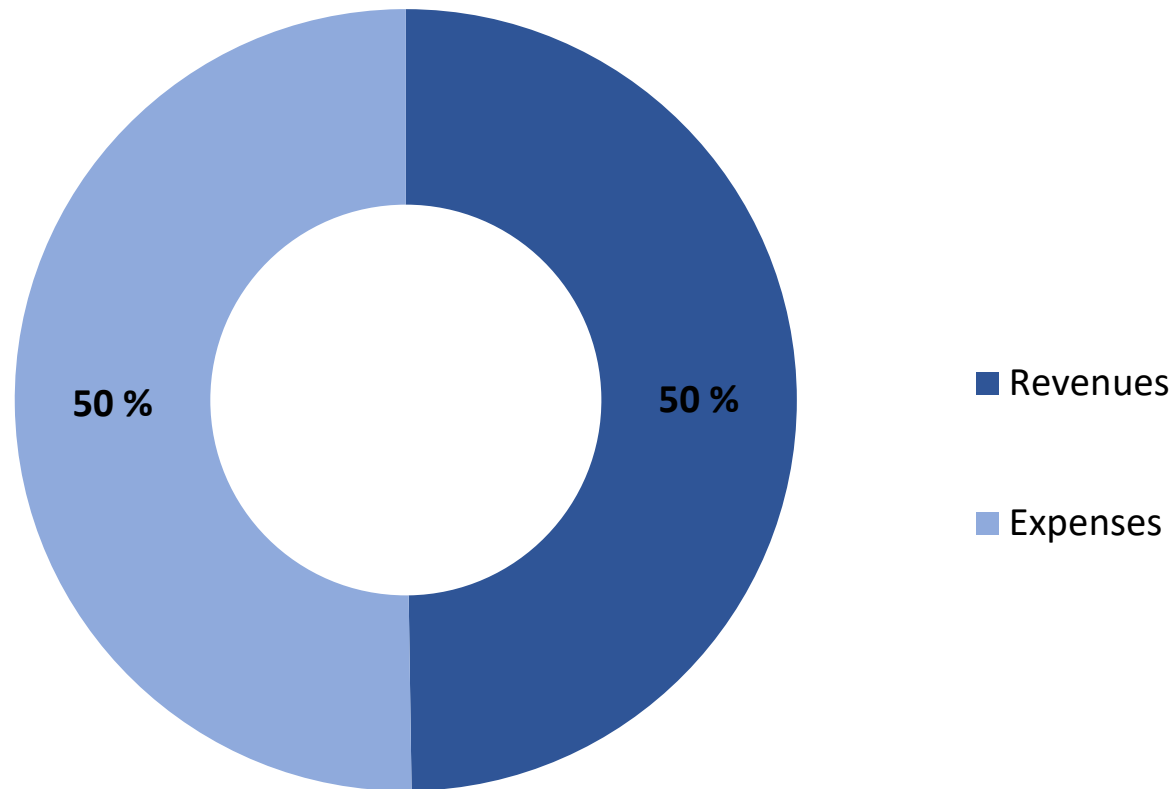
Reserve Balances 2021 - 2025

	2021	2022	2023	2024	2025
General Reserves	17,425,131	16,686,348	20,376,705	17,016,234	23,386,439
Utility Reserves	3,878,724	5,400,910	6,160,347	7,080,404	8,427,342
Total	21,303,855	22,087,258	26,537,052	24,096,638	31,813,781

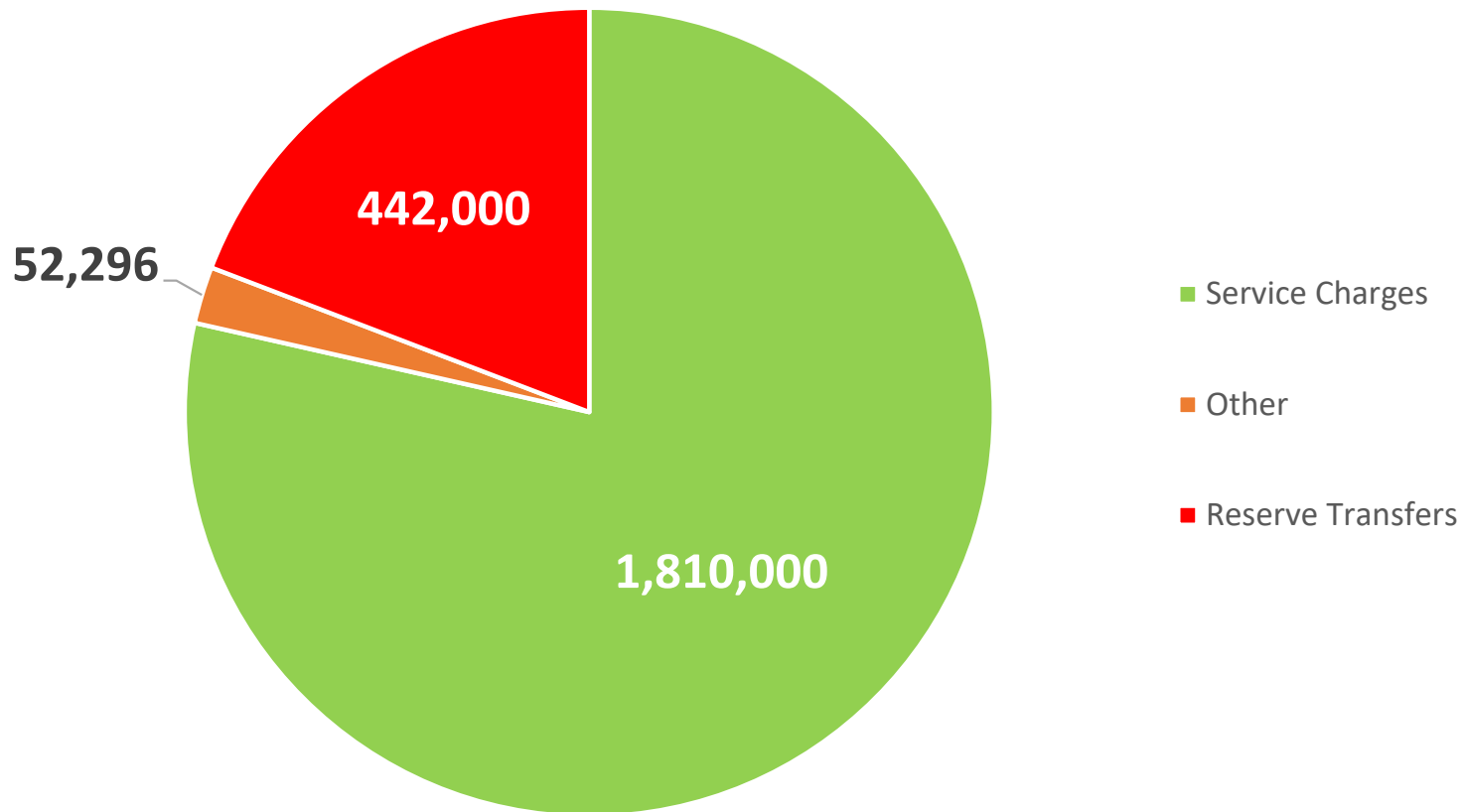
Sewer Utility

2025 Sewer Utility Budget

The sewer utility operating budget is forecasted to be balanced



Sewer Utility – 2025 Revenue (\$2,304,296)



Sewer Utility - 2025 Operating Expenditures

Administration/Inspections	\$ 488,339
Sewage District Maintenance	110,000
Sewage Lift Station	65,342
Sewage Treatment & Disposal	898,804
Vehicles	15,700
Capital Expenditures	442,000
Glenway Ave Charges	43,946
Transfer to Utility Reserve	240,165
	\$ 2,304,296

Sewer Utility – 2025 Capital Expenditures

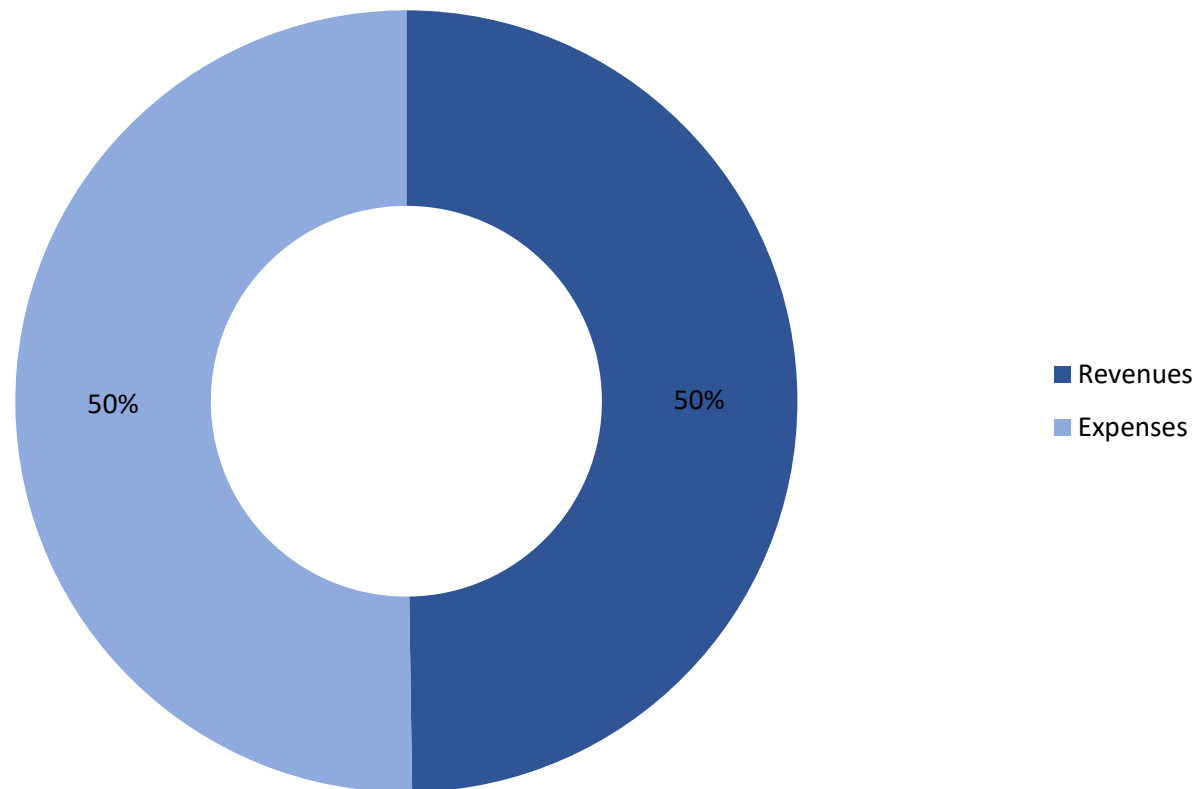
Sewer Utility

Mowat Lift Station Upgrade Design	90,000
Clarifier Rake Arm Replacement	62,000
Water & Wastewater Servicing Study	90,000
Wastewater Treatment Plant Design Update	200,000
	442,000

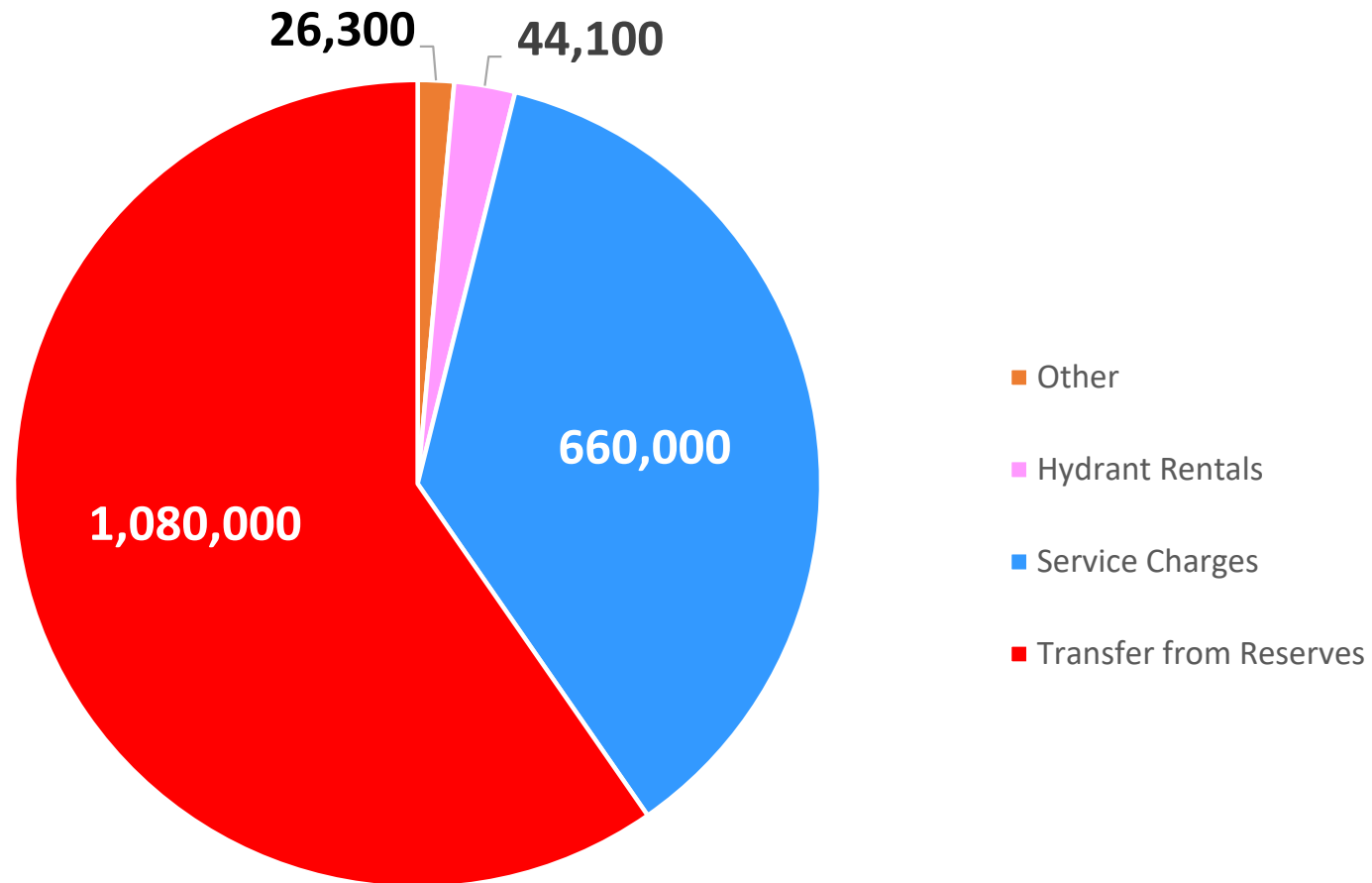
Water Utility

2025 Water Utility Budget

The water utility operating budget is forecasted to be balanced



Water Utility – 2025 Revenue (\$1,810,400)



Water Utility – 2025 Operating Expenses

Personnel	\$ 163,241
Administration	58,608
Distribution	80,000
Treatment Plant	102,573
Service of Supply	20,000
Transmission and Distribution	12,000
Vehicles	9,700
Capital Expenditures	1,080,000
Transfer to Utility Reserve	284,278
	\$ 1,810,400

Water Utility – 2025 Capital Expenditures

Water Utility

Water Treatment Plant Generator Switch Upgrade	30,000
Production Well 10 Development	1,000,000
Bray Road Feasibility Study	50,000
	1,080,000

Glenway – Special Services

In 1976, the RM entered into an agreement with the City of Winnipeg to provide East St. Paul property owners on the north side of Glenway Avenue with water, sewer and land drainage services.

Annually, Glenway Avenue property owners are charged a flat rate on their tax bill (as per By-law 06-02) identified as “Glenway Special Services”. The amount is based on the frontage costs for the services as invoiced by the City of Winnipeg to the RM.

In 2024, the City of Winnipeg increased the frontage levy for Glenway Avenue property owners from \$5.45 per front foot to \$6.95 per front foot. This was an *increase of 27.5%* imposed under the Special Services agreement with the City of Winnipeg.

Continuing Goals

Council will continue with their efforts in the areas of:

- Strategic planning and development of long-term funding strategies for upcoming projects
- Enhancing our community recreational facilities and programs
- Preserving our heritage
- Improving the aesthetics of the community
- Promoting growth and development in the commercial/business sector
- Promoting sustainable, efficient and controlled growth in the residential sector with an emphasis on housing options for our senior demographic
- Continually work to provide exemplary municipal operations & customer service

Important Dates & Information

Financial Plan

Presentation: Will be available on our website at www.eaststpaul.com

Tax Due Date: Monday, September 29, 2025

Board of Revision: Thursday, October 2, 2025 at 5:30 PM

Thank you for attending

Comments and/or questions are welcome

