

2024 Financial Plan Public Hearing

Thursday, April 18, 2024, 5:30 pm



RM OF EAST ST. PAUL

Your Community

- **Vision Statement**

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

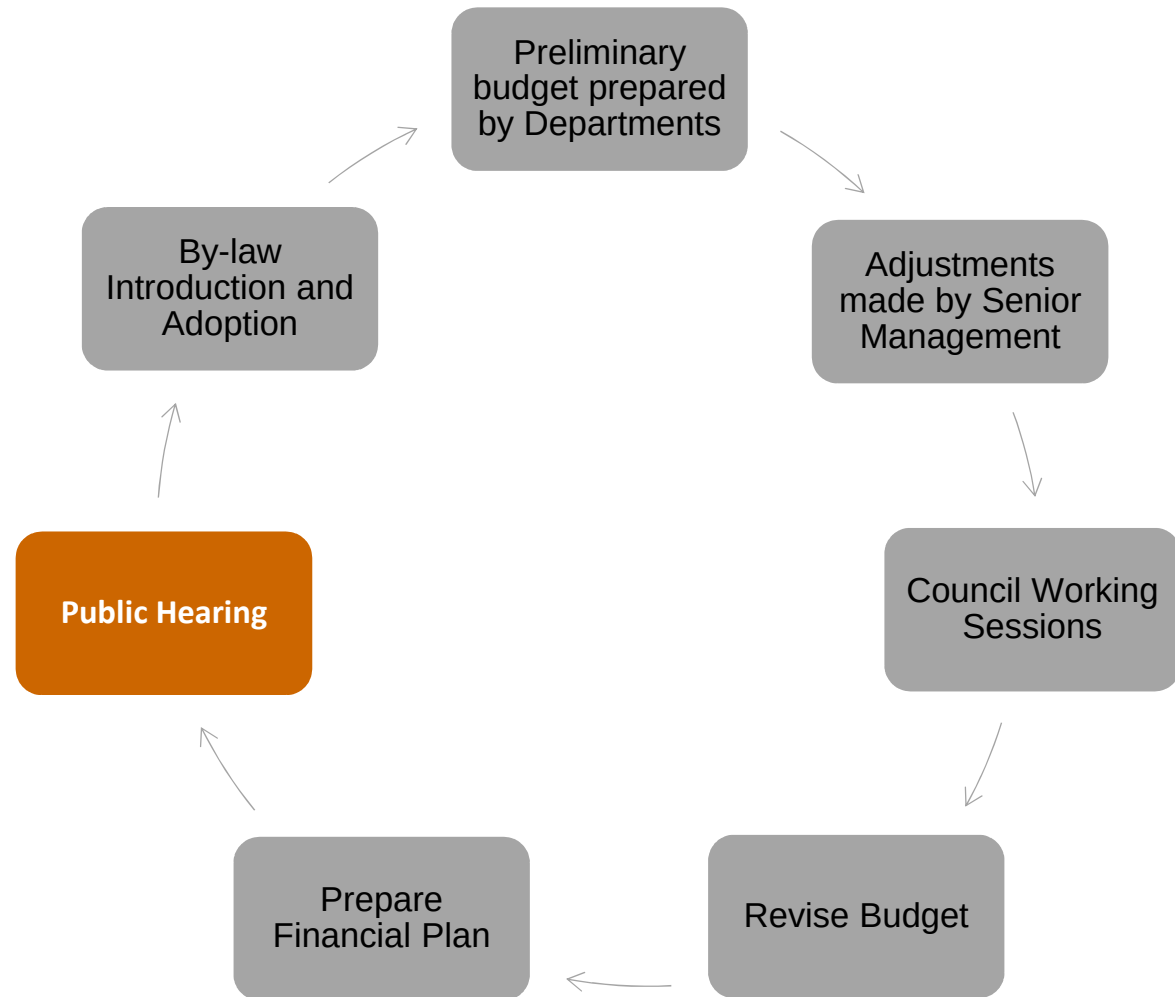
- **Mission Statement**

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 2024 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

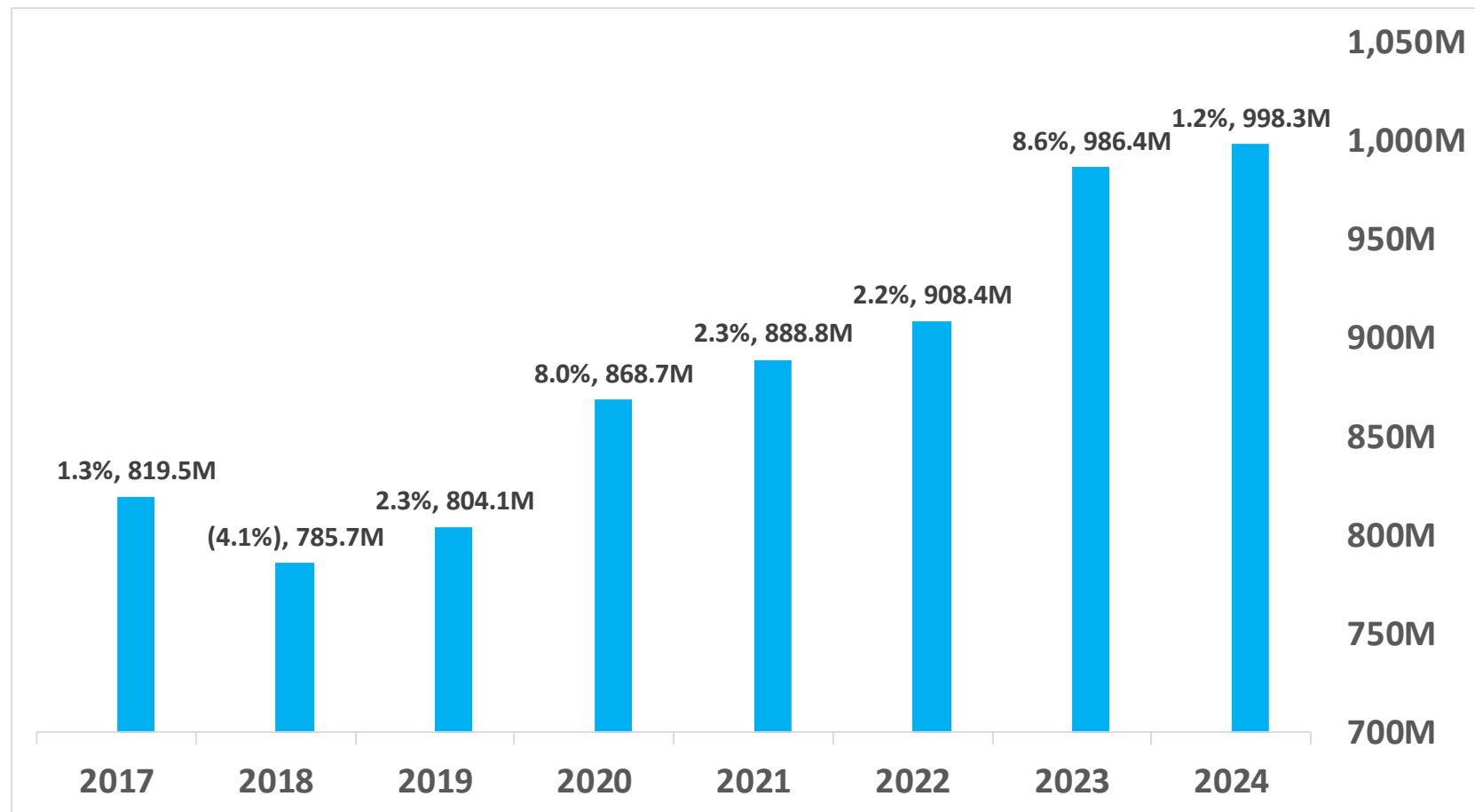


2024 Changes to Property Assessments

- Provincial reassessments typically occur every two (2) years.
- 2023 was a reassessment year based on property market values updated to April 1, 2021.
- For 2024, the RM used the 2023 assessments plus any adjustments to the roll provided by the Selkirk Assessment Branch of the Province of Manitoba based on development activity since the reassessment.

2017-2024 Annual Assessments

(1.2% increase in average assessment from 2023)



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



2024 School Tax Information

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

Education Support Levy (ESL)

The 2024 Education Support Levy tax requirement, which only applies to commercial properties, will increase by 2.0% from 2023.



River East Transcona School Division (RETSD)

The 2024 RETSD tax requirement will increase by 9.6% from 2023.



Education Property Tax Credit (EPTC) and Rebate

The Province of Manitoba EPTC amount will be a maximum of \$350.00 in 2024. Property owners receive a 50% rebate of the school division special levy payable on residential and farm properties. This will no longer be issued by cheque, and will instead be directly applied to tax bills.



2024 Municipal Mill Rate = 8.642

(0% increase from 2023)

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

- Taxation = 5.445
- Reserves = 3.197
- Borrowing = 0.000

The 2024 Municipal Mill Rate has not changed

2023 Manitoba Inflation (CPI) Rate Change = +3.5%

Changes for 2024

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

8.642	Municipal
<u>12.033</u>	RETSD
20.675	Total

This total Residential Mill Rate has increased by 4.7% from 2023

Changes for 2024

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

8.642	Municipal
12.033	RETSD
<u>8.129</u>	Education Support Levy
28.804	Total

This total Commercial Mill Rate has increased by 3.3% from 2023

2024 Residential Mill Rate Change Summary (%)

Municipal Taxes	0% change
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School Taxes	8.3% 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%

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

Residential Tax Calculation Example:

2023	2024
Assessment = \$500,000 $\frac{\\$500,000}{1,000} \times 45\% \times 19.750 = \\$4,443.75^*$ <i>* Municipal Tax = \$1,944.45</i> <i>* School Tax = \$2,499.30</i>	Assessment = \$500,000 $\frac{\\$500,000}{1,000} \times 45\% \times 20.675 = \\$4,651.88^*$ <i>* Municipal Tax = \$1,944.45 (\$0)</i> <i>* School Tax = \$2,707.43 (\$208.13)</i>

Results in an overall tax increase of \$208.13 or 4.7%

Prior Year (2023) Municipal Mill Rates

(Sorted by 2023 taxes per dwelling for a \$500,000 property, 45% portioned)

	Mill Rate Change				Taxes per Dwelling		
	2022	2023	Change	%	2022	2023	Change
Selkirk	21.612	21.689	0.077	0.36%	\$4,862.70	\$4,880.03	\$17.33
Stonewall	11.076	10.419	(0.657)	(5.93%)	\$2,492.10	\$2,344.28	(\$147.82)
St. Clements	10.400	10.400	0.000	0.00%	\$2,340.00	\$2,340.00	\$0.00
St. Andrews	9.980	9.967	(0.013)	(0.13%)	\$2,245.50	\$2,242.58	(\$2.92)
Springfield	9.691	9.894	0.203	2.09%	\$2,180.48	\$2,226.15	\$45.67
East St. Paul	8.472	8.642	0.170	2.01%	\$1,906.20	\$1,944.45	\$38.25
West St. Paul	9.104	7.855	(1.249)	(13.72%)	\$2,048.40	\$1,767.38	(\$281.02)
Headingley	6.400	6.400	0.000	0.00%	\$1,440.00	\$1,440.00	\$0.00
Rosser	5.830	5.115	(0.715)	(12.26%)	\$1,311.75	\$1,150.88	(\$160.87)

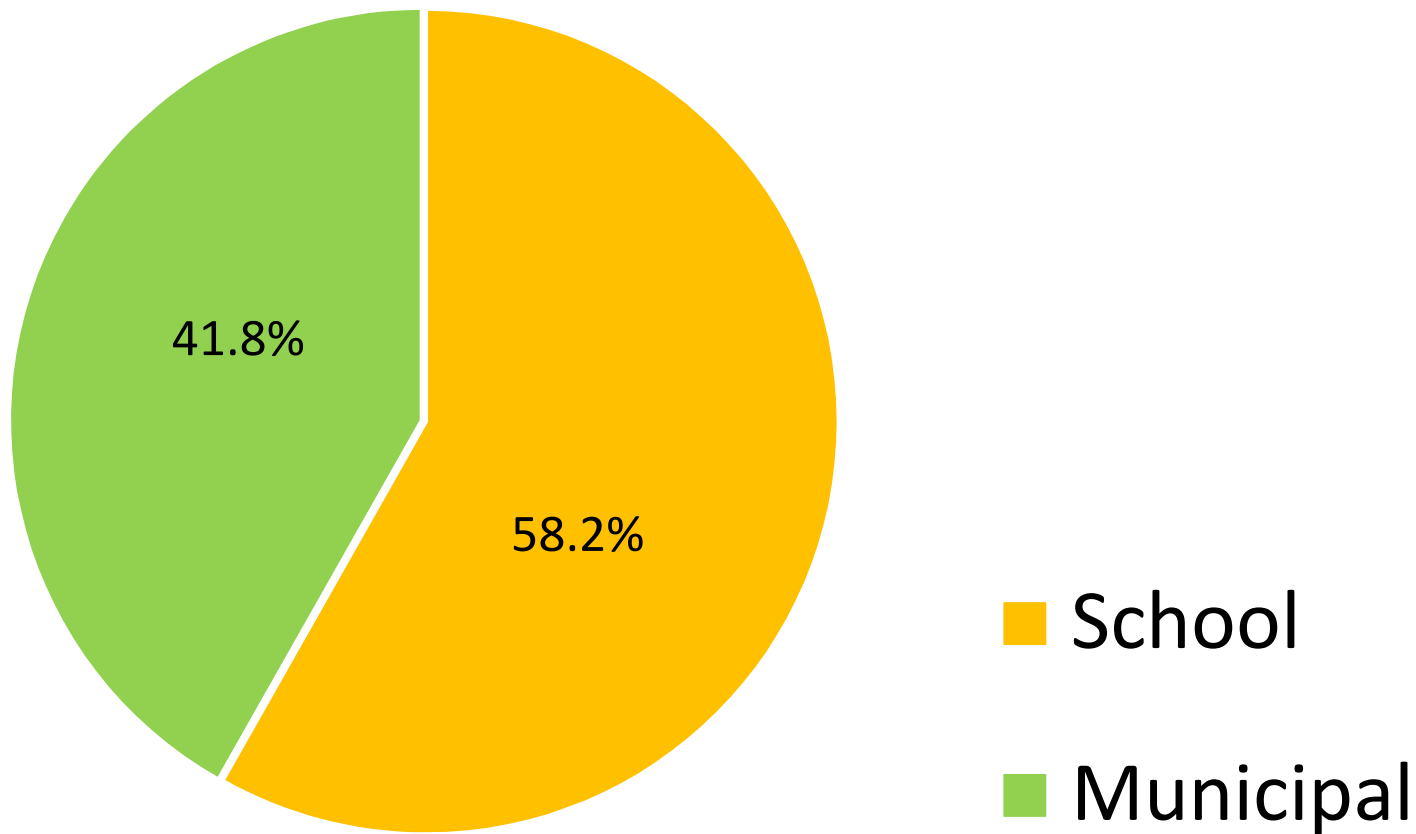
Note: Municipal mill rates exclude LID rates that are not levied on the entire assessment value of the municipality.

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

A 1% change in the municipal mill rate =

\$86,271

2024 Residential Tax Collection Breakdown



2024 Tax Dollars Collected

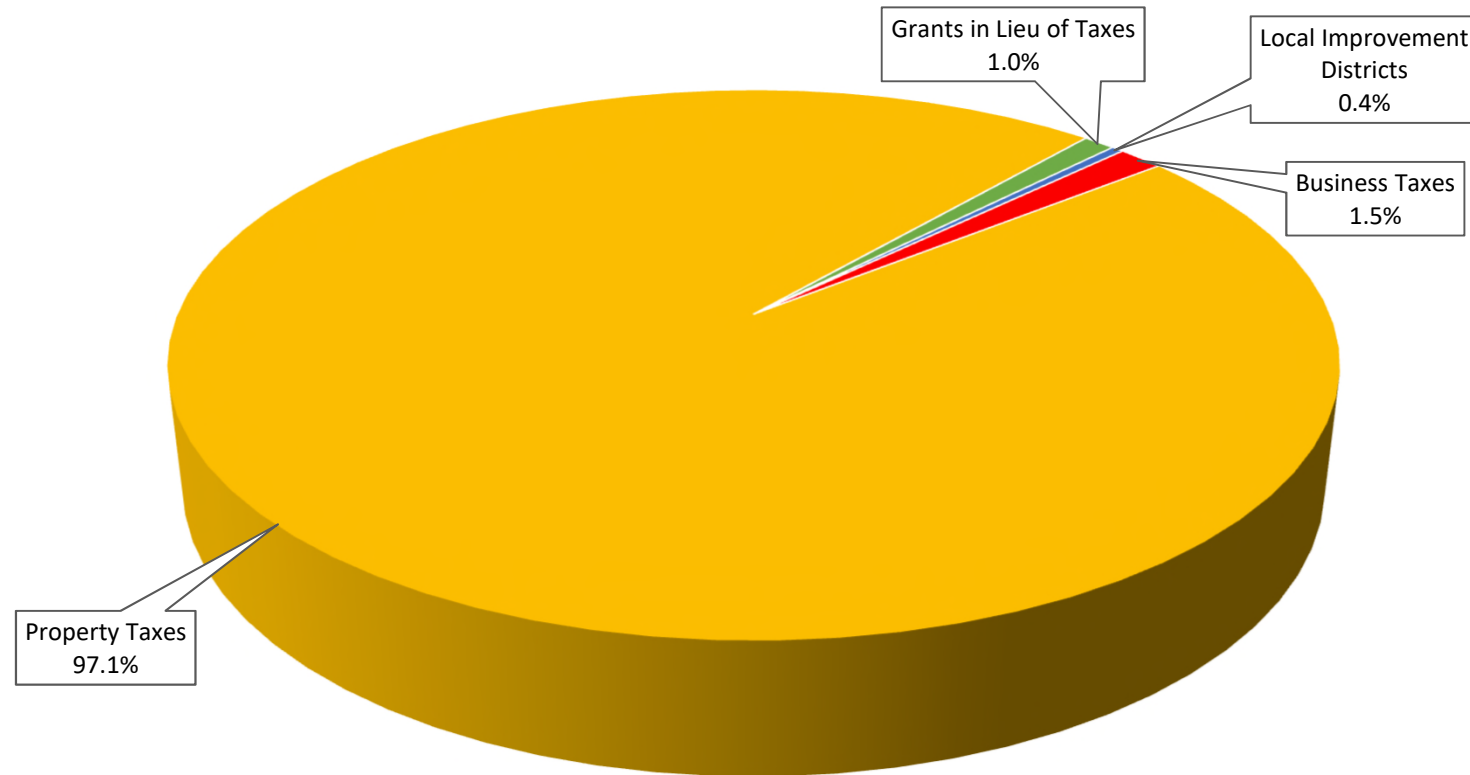
Municipal dollars collected through taxation (including business taxes and LIDs):

\$8,792,704 (2023 \$8,802,669, down \$9,965 or 0.1%)

Education dollars collected through taxation and directly forwarded to the Province/RETSD:

\$12,521,136 (2023 \$11,456,686, up \$1,064,450 or 9.3%)

2024 Municipal Tax Revenue Analysis



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

How have we been performing?

MUNICIPAL						
Year	Mill Rate	% Change	Assessment	Taxable	Municipal Taxes	\$ Change
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

SCHOOL (RETSO)						
Year	Mill Rate	% Change	Assessment	Taxable	School Taxes	\$ Change
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

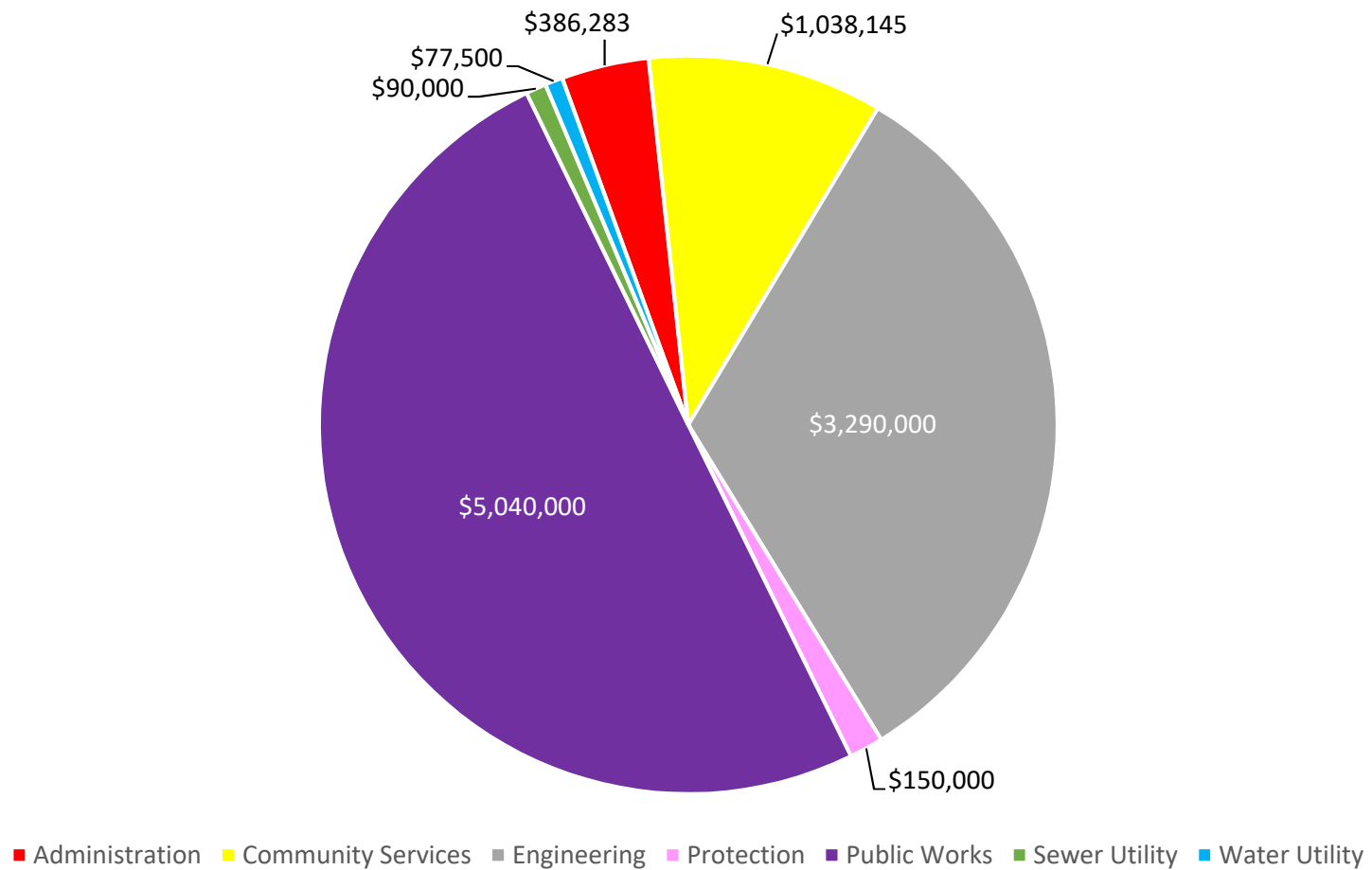
4-year average annual change

Municipal mill rate	0.95% increase
School mill rate	1.26% decrease

Capital Expense Planning

- Each year, municipalities allocate funds to reserves for long range 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 \$970,000 budgeted in 2024 to upgrade various aspects of the municipality's parks.
- 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 11.2% to the municipal mill rate.

2024 Capital Expenditures = \$10,071,928



2024 Capital Expenditures

Administration

CSO Program	207,258
Curling Club	35,000
Planning Studies	144,025
	386,283

Community Services

Equipment Purchases	72,000
Park Upgrades	323,645
Splash Pad	362,000
Ponds Improvements	200,000
Trail Improvements	80,500
	1,038,145

2024 Capital Expenditures

Engineering

Feasibility Studies	590,000
Production Well 10 Development	1,000,000
Water Treatment Plant Distribution Line Twinning	1,500,000
Wastewater Treatment Plant Design Update	200,000
	3,290,000

Protection

Fire Equipment	105,000
Building/Storage Upgrades	45,000
	150,000

2024 Capital Expenditures

Public Works

Road Improvements	4,209,000
Drainage Improvements	511,500
Railway Crossing Upgrade	115,000
Equipment Purchases	21,500
Transfer Station Upgrades	163,000
Operations Building Office Upgrade	20,000
	5,040,000

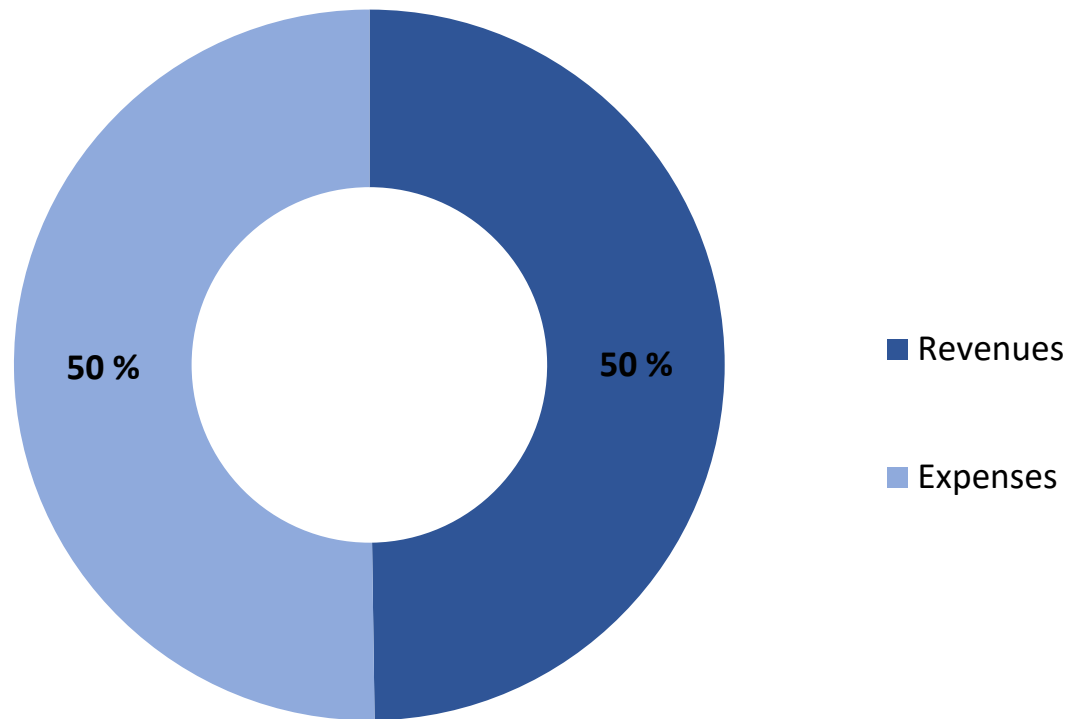
Reserve Balances 2018 - 2024

	2018	2019	2020	2021	2022	2023	2024
General Reserves	15,232,191	17,280,685	17,092,845	17,425,131	16,686,348	20,376,705	17,016,234
Utility Reserves	3,740,918	4,355,280	3,441,103	3,878,724	5,400,910	6,160,347	7,080,404
Total	18,973,109	21,635,965	20,533,948	21,303,855	22,087,258	26,537,052	24,096,638

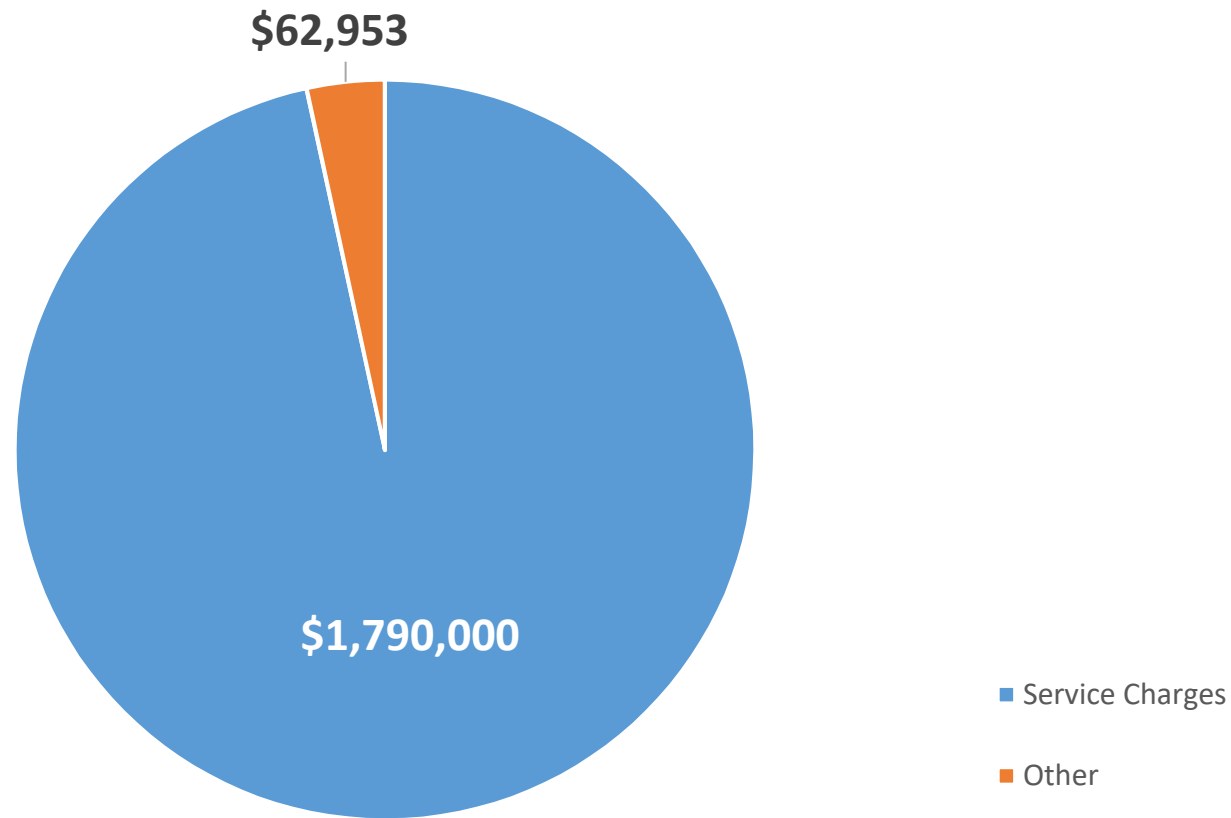
Sewer Utility

2024 Sewer Utility Budget

The sewer utility operating budget is forecasted to be balanced



Sewer Utility – 2024 Revenue (\$1,852,953)



Sewer Utility - 2024 Expenditures

Administration/Inspections	\$ 504,688
Sewage District Maintenance	100,000
Sewage Lift Station	63,350
Sewage Treatment & Disposal	879,073
Vehicles	14,350
Capital Expenditures	360,000
Debenture Debt Charges	54,153
Transfer to Utility Reserve	237,339
Transfer from Utility Reserve	(360,000)
	\$ 1,852,953

Sewer Utility – 2024 Capital Expenditures

Sewer Utility

Lift Station Upgrade

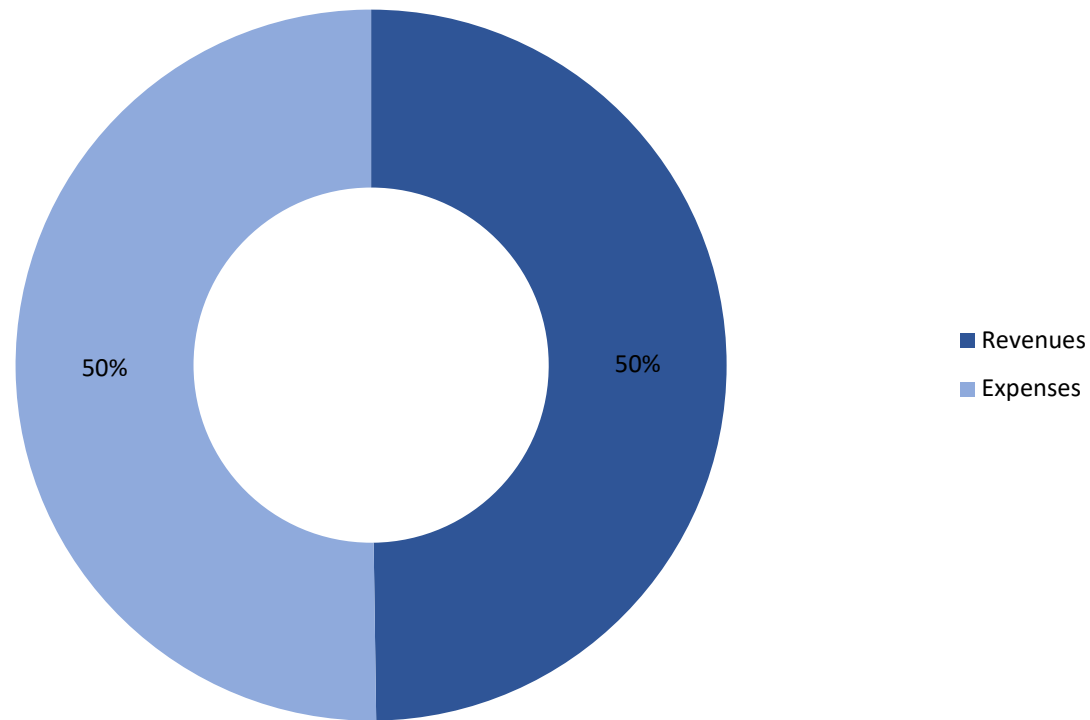
90,000

90,000

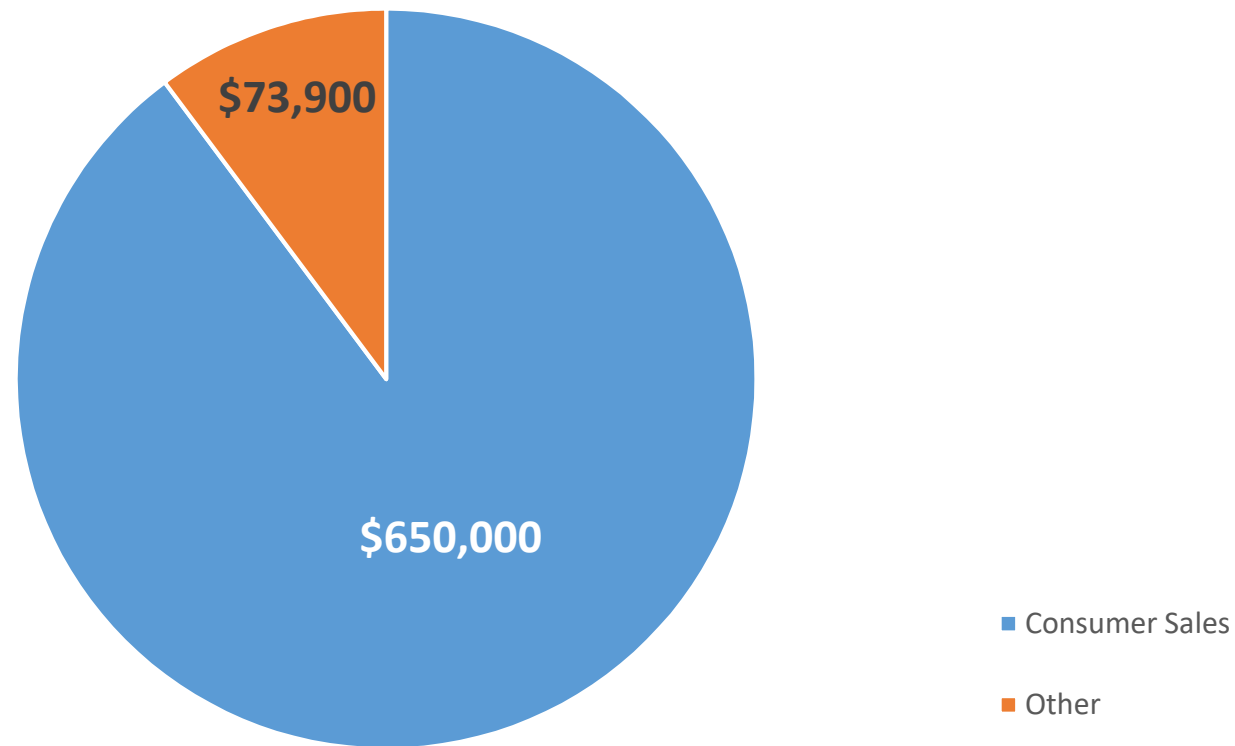
Water Utility

2024 Water Utility Budget

The water utility operating budget is forecasted to be balanced



Water Utility – 2024 Revenue (\$723,900)



Water Utility – 2024 Expenses

Personnel	\$ 172,294
Administration	58,675
Distribution	75,000
Treatment Plant	100,471
Service of Supply	20,000
Transmission	12,000
Vehicles	8,850
Capital Expenditures	1,577,500
Transfer to Utility Reserve	276,609
Transfer from Utility Reserve	(1,577,500)
	\$ 723,900

Water Utility – 2024 Capital Expenditures

Water Utility

Mobile Meter Reader Upgrade	17,500
Water Treatment Plant Switch Upgrade	30,000
Water Well Maintenance Program	30,000
	77,500

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 is increasing the frontage levy for Glenway Avenue property owners from \$5.45 per front foot to \$6.95 per front foot. This is 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: Friday, September 27, 2024

Board of Revision: Thursday, October 3, 2024 at 5:30 PM



Thank you for attending

Comments and/or questions are welcome

