



Town of Drayton Valley

Interim Budget 2019



Operating Budget

Operating revenues	15,494,593
Taxes (gross)	15,828,243
School and Seniors Requisitions	<u>(4,157,127)</u>
TOTAL REVENUES	<u>27,165,710</u>
Operating expenditures	25,390,600
Depreciation	(2,197,000)
Debt repayment	1,275,320
Transfers to reserves	<u>2,696,790</u>
TOTAL EXPENDITURES	<u>27,165,710</u>



Capital Budget

Capital Budget	13,264,034
Grants/Donations/Other	9,548,455
Town Funded	3,165,579
Expect to borrow	550,000



Summary Comments

- **Operating**
 - Revenues budgeted to be up 1.5% (\$0.41M)
 - Tax rates to be reduced by 2.0%
 - User fees and grants to offset reduction to taxes
 - Expenses now include provision for amortization on water/sewer system (2.20M)
 - Not including amortization, expenses to be up 4.8% (1.06M)
 - Net reserve contribution after debt repayment of 2.70M
- **Capital**
 - Maintaining and upgrading existing facilities and infrastructure
 - Strategic investment in the future
 - Maximizing impact through partnerships and leverage
 - Renewed focus on maximizing grant opportunities



Fee Schedule

Interim Highlights

Effective January 1, 2019

Water and Sewer Rates

- Continue based on the Corvus model, with accelerated implementation in three years rather than ten
- Building reserves to fund capital replacement needs

User Fee Approach

- Maintain affordability for services
- Where practical, aim to achieve cost recovery