

HALIFAX

Second Quarter Report

Presentation to Audit & Finance Standing Committee

2022-11-16

General Rate Surplus

Projected deficit of \$7.4M primarily due to:

- Increase in fuel costs of \$10.7M due to increased fuel prices.
- Decrease in building permits of \$5.8M due to a lower than planned volume of permits being issued.
- Increase in Winter Maintenance and Collections contracts \$1.9M.
- Decrease in parking revenue \$925K due to changes in parking habits and short staffing.
- Hurricane Fiona cleanup costs \$750K.
- Increase in RCMP service contract of \$642K.
- Decrease in encroachment and development permit revenue of \$350K.

General Rate Surplus cont'd

- Increase in building repairs and maintenance costs \$832K due to unplanned work and rising fuel and other materials costs.
- HST offset from the Province lower than budgeted \$401K.
- Emergency Housing fund carry forward \$1.2M.

Offset by:

- Transfer of fiscal 21/22 surplus to offset inflationary and contract pressures \$11.4M.
- Increased investment income of \$4.7M due to higher interest rates.

Risks and Opportunities

We continue to monitor other items that may affect our projections going forward:

Risks:

- Inflationary increases and stock shortages – impact on operational and capital budgets and ability to progress capital work
- Commodity costs (fuel, diesel, salt, etc.)
- Staffing levels
- The impacts of winter-related weather conditions
- Housing

Councillors' Funds

District Capital Funds

- Of the total budget of \$3.1M, \$1.8M has been spent or committed leaving \$1.3M available.

District Activity Funds

- Of the \$72.0K budget, \$38.6K has been spent or committed leaving \$33.4K available.

Recreation Area Rates

- There are 21 Recreation Area Rate Accounts.
- The surplus in these accounts at April 1, 2022 was \$1.2M.
- Revenues of \$475K have been earned.
- Expenses of \$502K have been spent.
- The surplus at September 30, 2022 is \$1.1M.

Reserves

Reserve	Opening Balance	Current Commitments	Pending Contribution	Projected Closing Balance 2022/23	Projected Closing Balance 2023/24	Projected Closing Balance 2024/25	Projected Closing Balance 2025/26	Future Commitments	Projected Uncommitted
TOTAL RISK RESERVES:	10,024,882	-	80,265	10,105,147	10,266,847	10,431,147	10,598,047	-	10,598,047
TOTAL OBLIGATION RESERVE:	127,528,992	(86,284,620)	21,183,861	62,428,233	63,546,658	33,842,283	33,004,808	33,004,808	-
TOTAL OPPORTUNITY RESERVE:	325,011,026	(145,872,662)	32,958,787	212,097,151	217,264,599	256,248,847	282,545,195	274,234,132	8,311,063
TOTAL RESERVE	462,564,900	(232,157,282)	54,222,912	284,630,530	291,078,103	300,522,276	326,148,049	307,238,940	18,909,110

Aged Accounts Receivable

Property Taxes	\$	387.7M
Local Improvement Charges		11.3M
Payments-in-Lieu of Taxes		5.3M
General Revenue		<u>7.0M</u>
Total Gross Accounts Receivable	\$	<u>411.2M</u>

Capital Projection Summary

Net Budget available before expenditures, September 30, 2022	\$ 539.0M
Spent by September 30, 2022	\$ 85.5M
Projected expenditures to March 31, 2023	\$ 266.3M
Projected Work to Progress into 2023/24	\$ 288.1M

Hospitality Expenditures

- For the three-month period ended September 30, 2022 there were \$1,165 in hospitality expenditures.

Hospitality expenses are:

- Expenses incurred while hosting individuals from outside the municipal government for reasons of diplomacy, protocol, business development or promotional advocacy. Examples include: gifts, receptions, ceremonies, conferences, performances or other group events.

Expenses for Reportable Individuals

Name	Local Travel	Out of Town Travel	Development/ Training	Meals & Other Miscellaneous Expenses	Total	YTD Total
Mayor Mike Savage	782	-	-	438	1,221	6,714
Councillor Cathy Deagle-Gammon	1,492	-	-	-	1,492	2,614
Councillor David Hendsbee	4,723	-	-	-	4,723	5,469
Councillor Becky Kent	-	-	422	-	422	979
Councillor Trish Purdy	-	144	-	-	144	3,009
Councillor Sam Austin	-	1,472	-	-	1,472	3,449
Councillor Tony Mancini	-	-	-	-	-	-
Councillor Wayne Mason	-	-	-	-	-	159
Councillor Lindell Smith	-	-	-	-	-	2,932
Councillor Shawn Cleary	-	-	-	-	-	-
Councillor Kathryn Morse	-	-	-	-	-	-
Councillor Patty Cuttell	1,254	453	-	-	1,707	3,807
Councillor Iona Stoddard	-	144	-	-	144	2,753
Deputy Mayor Pam Lovelace	1,085	2,301	422	-	3,807	8,013
Councillor Lisa Blackburn	1,523	-	-	-	1,523	2,104
Councillor Paul Russell	391	144	422	-	956	3,670
Councillor Tim Outhit	-	-	-	-	-	-
CAO Jacques Dubé	-	4,659	-	99	4,758	7,000
Total	11,250	9,317	1,265	537	22,369	52,671