

Financial Summary Year To Date To July 31, 2017

GENERAL OPERATING FUND

The Town has a Surplus of \$225,779 based upon the activities and financial results after the first 7 months of the current fiscal year. There are several items worthy of highlighting as follows:

REVENUES (higher than budget by net amount of \$11,600)

Animal control licenses below budget by \$10,000.

Building permits and planning fees are below budget by approximately \$52,000.

The above negative variances are offset by:

Fire revenue \$22,000 above budget due to slightly higher than expected provincial grant for LSD service plus the reimbursement payment received for the major ice storm related fire fighter overtime.

Parks and Recreation – higher than expected revenues from Youth Centre (\$8,000); Coverdale Center (\$4,000); Aquatics/Pools (\$6,000); Arenas/Canteen (\$17,000) and Recreation Programs (\$12,000).

EXPENDITURES (lower than budget by \$214,000)

Within each department there is a savings (see Employee Benefits line items) in connection with the Town's Pension Plan contributions. Because the plan assets have recovered from the downturn in 2008-09 and has performed relatively well in each of the last few years the Town was granted permission to discontinue making additional payments effective in 2017. This effectively reduced the Town contributions from 2.33 times the employee share to 1.33 times with an estimated resultant savings vs. budget of \$300,000 in 2017. This is the most significant factor in the Town showing a surplus in the Year to Date July financial statements issued on August 8, 2017.

Administration Section

Overall this section is under budget by \$49,000 with spending lower than anticipated in most line items. However, there is one major exception:

Codiac Transpo is over budget by \$68,000 due to major maintenance and repair items on the older buses owned by the Town. It is anticipated that the pending new bus purchases will correct this issue next year.

Fire and Rescue Overall department below budget by \$41,000.

This includes a preliminary calculation and accrual of the retroactive wages that will be awarded through contract settlement whether through negotiation or arbitration. As stated above, the savings are due to lower pension contribution costs.

Engineering and Public Works Overall department below budget \$10,000.

Vehicle repairs and maintenance costs are over budget by \$10,000. Other expenses include \$6,000 for rental of wood chipper equipment.

Snow removal costs are over budget by \$23,000.

These overages are offset by lower than budgeted salaries, wages and benefits in the amount of \$48,000.

Parks and Recreation Overall department below budget \$114,000

Salaries, wages and benefits below budget by \$130,000.

Expenses related to maintaining parks and playgrounds are over budget by \$12,000 largely related to operating vehicles and equipment.

WATER AND SEWER OPERATING FUND (Overall better than budget by \$20,468)

REVENUES Overall revenue below budget \$40,000

Due to several items including water and sewer from commercial/metered customers (\$47,000); connection and service charges (\$4,000) and development cost recovery (\$7,500).

This is partially offset by higher Interest Revenue on past due accounts and cash in bank (\$18,000).

EXPENSES Overall expenses below budget \$60,000

The largest line item variances include:

Water purchase costs from City of Moncton - \$42,000 savings to date

Water maintenance labour costs lower by \$28,000

Sewer maintenance costs lower by \$12,000