



BUILDING MARKHAM'S FUTURE TOGETHER

2020 – 2023 Strategic Plan



**Special General Committee - 2023
Budget
April 4, 2023**



Agenda

1. 2023 Primary Operating Budget
2. 2023-2026 Forecast
3. Municipal Property Tax Comparison
4. Impact to Residential Property
5. 2023 Capital Budget Highlights
6. Recommendation



1. 2023 Primary Operating Budget

(Excl. Planning & Design, Engineering, Building Standards and Waterworks)

(\$ Millions)	2022 \$	2023 \$	Increase/ (Decrease) \$	Tax Rate Increase/ (Decrease) %
Revenues	250.00	\$262.67	12.67	(7.47%)
Expenditures				
Personnel	144.94	151.56	6.61	
Non-Personnel	105.05	114.40	9.34	
Total Expenditures	250.00	265.95	15.96	9.40%
Shortfall: Day-to-day operations	-	3.29	3.29	1.93%
Infrastructure Investment		1.02	1.02	0.60%
Payback of Corp Rate Stabilization (Yr 2 of 5)		0.79	0.79	0.47%
Shortfall: Day-to-day operations - City Controlled	-	5.09	5.09	3.00%
Bill 23 Salary Recoveries Impact		1.64	1.64	0.97%
Bill 23 Impact on Parkland, DC Collection, Growth Studies		1.75	1.75	1.03%
Additional Pressures		3.39	3.39	2.00%
Net Shortfall		8.48	8.48	5.00%



2. 2023-2026 Forecast

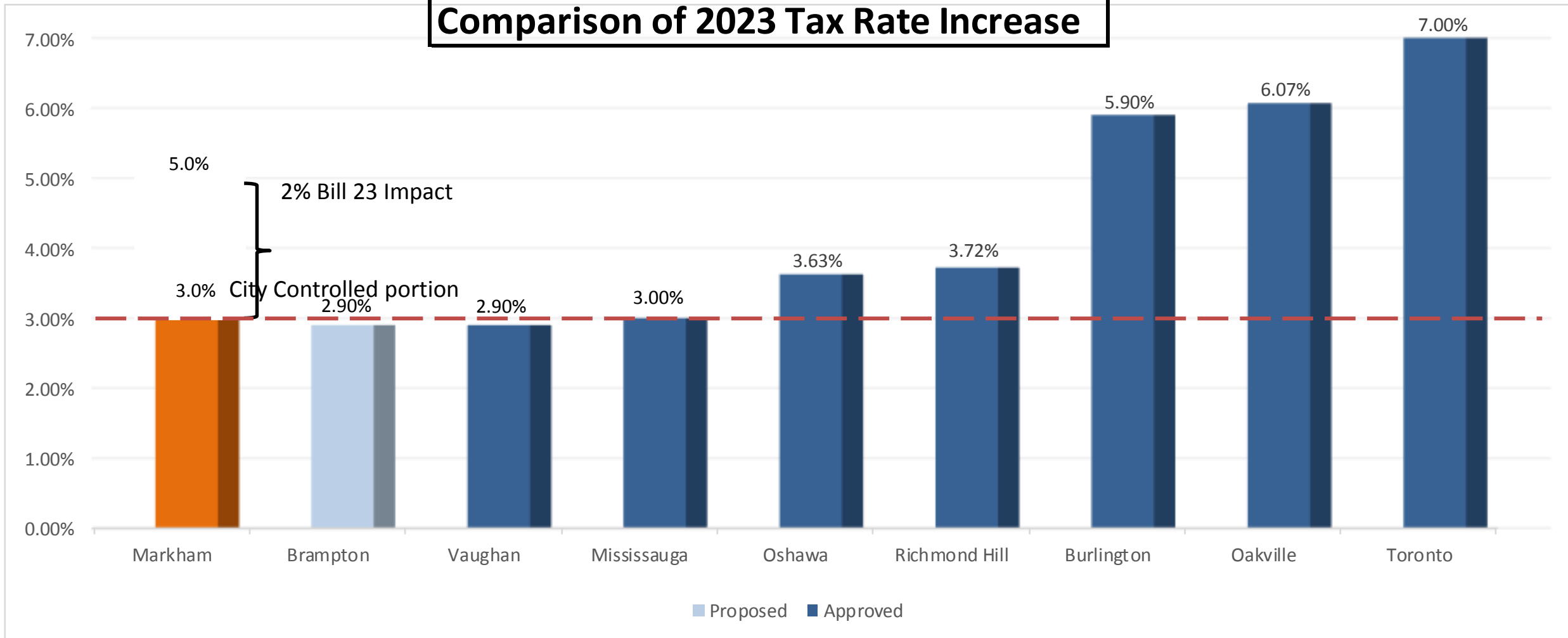
1% Tax Rate Increase = \$1.695M

Long-Term Forecast (2023-2026)	2023	2024-26	TOTAL
Day-to-Day Operations	2.9%	9.0%	11.9%
New Staffing, CUPE/MPFFA Settlement, COLA	0.1%	4.4%	4.5%
In-Year Staffing (ITS and People Services)	0.9%		0.9%
Investment Income	(2.0%)		(2.0%)
Payback of Corporate Rate Stabilization (Yr 2 of 5)	0.5%	1.4%	1.9%
Infrastructure Investment	0.6%	2.4%	3.0%
Sub-total Tax Increase from Day-to-Day Operations	3.0%	17.2%	20.2%
Bill 23 Salary Recoveries Impact	1.0%		1.0%
Bill 23 Impact on Parkland, DC Collection, Growth Studies	1.0%		1.0%
Sub-total Tax Rate Increase excl. Future Impacts & Provisions	5.0%	17.2%	22.2%
Bill 23 Future Impacts Provision		78.0%	78.0%
Transition of Blue Box Program to Producers		(1.0%)	(1.0%)
Seniors' Tax Grant Provision		0.5%	0.5%
Tax Rate Increase incl. Future Provisions	5.0%	94.7%	99.7%



3. Municipal Tax Comparison 2023

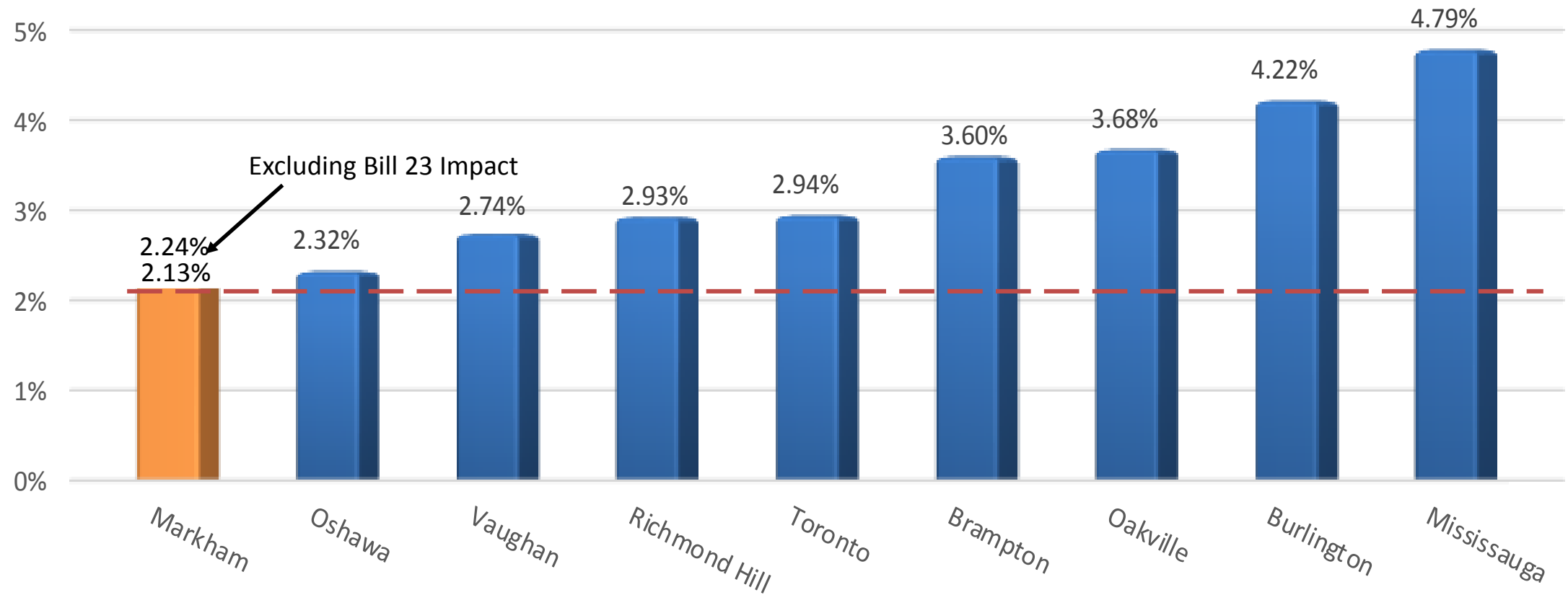
Comparison of 2023 Tax Rate Increase







3. Municipal Tax Comparison

Comparison of 18-Year Average Tax Rate Increase (2006-2023)





4. Impact to Average Residential Property

Property Type	2022 Average Current Value	5.00% Tax Rate Increase
Residential Homes* 	\$947,457	\$73.95
Residential Condominiums 	\$421,000	\$32.85
Average (Homes and Condominiums)	\$829,995	\$64.75

Every 1% tax rate increase (local portion only) is equivalent to an increase of \$12.95 in property taxes for an average residential property

* Residential Homes include detached, linked homes, freehold townhouses, and semi-detached.



4. Impact to Average Residential Property

		2023 Increase	Increase
Tax rate increase – Markham (includes 0.6% Infrastructure Investment)		5.00%	\$64.75
Tax rate increase – York Region		3.9% (outlook)	\$108.13
Water & wastewater fee		3.8%	\$36.94
Total			\$209.82

Excludes the 2023 Stormwater Management fee increase of \$1



5. 2023 Capital Budget Highlights

\$100.4M

Improve road infrastructure



\$25.7M

Flood control, stormwater management, ponds and culverts



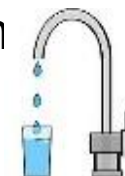
\$23.0M

Renovations & repairs to City facilities



\$20.5M

Water and wastewater system replacement/upgrade, and water billing transition



\$20.4M

Green initiatives and climate strategies



\$17.8M

Parks construction and maintenance



\$16.1M

Replacement of day-to-day City assets



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