

**THE FORTY-THIRD MEETING OF THE FINANCE COMMITTEE
OF THE CITY OF GREATER SUDBURY**

**Council Chamber
Tom Davies Square**

**Monday, November 30, 2009
Commencement: 4:33 p.m.**

Chair

COUNCILLOR TED CALLAGHAN, IN THE CHAIR

Present

Councillors Cimino; Barbeau; Berthiaume; Dutrisac (A4:50pm); Dupuis; Rivest; Thompson (A4:50pm); Craig; Caldarelli (A6:45pm); Gasparini (A4:42pm), Landry-Altman (A5:00); Mayor Rodriguez

City Officials

Doug Nadorozny, Chief Administrative Officer; Greg Clausen, General Manager of Infrastructure Services; Catherine Matheson, General Manager of Community Development; Bill Lautenbach, General Manager of Growth & Development; Tim Beadman, Chief of Emergency Services; Marc Leduc, Fire Chief; Caroline Hallsworth, Executive Director, Administrative Services; Lorella Hayes, Chief Financial Officer/Treasurer; Kevin Fowke, Director of Human Resources & Organizational Development; Robert Falcioni, Director of Roads & Transportation; Nick Benkovich, Director of Water/Wastewater Services; Real Carré, Director of Leisure, Community & Volunteer Services; Ron Henderson, Director of Citizen Services; Danielle Braney, Director of Asset Services; Chantal Mathieu, Manager of Environmental Services; Eliza Bennett, Manager of Communications & French Language Services; Ron St. Onge; Manager of Software and Business Applications; Tony Parmar, Manager of Quality, Administration & Financial Services, Community Development; Eric Bertrand, Fleet Manager; Ed Stankiewicz, Manager of Financial Planning & Policy; Dion Dumontelle, Co-ordinator of Accounting; Lorraine Larose, Senior Budget Analyst; Lynn Webster, Budget Co-ordinator, Emergency Services; Martin Lajeunesse, Executive Assistant to the Mayor; Brian Bigger, Auditor General; Angie Haché, City Clerk; Poppy Pelletier, Audio-Visual Operator; Franca Bortolussi, Council Secretary

News Media

EastLink News; Le Voyageur; MCTV; Northern Life; Sudbury Star

CUPE

Steve Speck, President, CUPE Local 4705; Rick Leroux, CUPE Local 4705; Gil Prieur, CUPE Local 4705

Declarations of
Pecuniary Interest

None declared.

PRESENTATION

Status Up-date – 2010 Budget

Lorella Hayes, Chief Financial Officer/Treasurer, made an electronic presentation entitled '2010 Budget – Status Report'. She provided data on gross budget, revenues, net levy and tax increase on the revised 2010 budget before enhancements. She advised of budget reductions in the base budget, those pending Council approval and the further 1% reduction target requested by Council. She stated that, if Council agrees to all reductions, the net tax increase will be 2.0% before additional enhancements. She indicated the 2010 Budget focuses on Council priorities and maintains the current level of service in over 30 diverse sectors not including internal services. She outlined highlights including City-wide organic collection and processing transit ridership growth initiatives, roads maintenance, Geriatric Centre, Walden Family Health Team and the Northern Ontario School of Architecture. She provided the capital budget history for infrastructure investments from 2003 to 2010 and listed the Infrastructure Stimulus Capital Projects totalling \$48.6M. She stated that the large uncertainty is the 2010 Ontario Municipal Partnership Fund. She advised the budget enhancements include those in the preliminary vote in the amount of \$1.795 and the conversion of temporary roads staff to permanent of \$190,000.

Recess

At 5:15 p.m., the Committee recessed.

Reconvene

At 5:19 p.m., the Committee reconvened.

MANAGERS' REPORTS

Item 2 Further One Per Cent Tax Levy Reduction

Report dated November 26, 2009 was received from the Chief Financial Officer/Treasurer regarding Further One Per Cent (1%) Tax Levy Reduction.

The Committee agreed to a further one per cent tax reduction.

Item 3 Professional Development Budget Review

Report dated November 26, 2009 was received from the Director of Human Resources & Organizational Development regarding Professional Development Budget Review.

The Committee agreed to approve an additional 1.0% reduction in the Professional Development Budget excluding legally required re-certifications.

Item 4 2010 Operational Budget Status Update – Voting

Report dated November 26, 2009 was received from the Chief Financial Officer/Treasurer regarding 2010 Operational Budget Status Update – Voting.

MANAGERS' REPORTS (continued)

Item 5
Walden Landfill Site Report dated November 10, 2009 was received from the General Manager of Growth & Development regarding Walden Landfill Site.

CORRESPONDENCE FOR INFORMATION ONLY

Item 6
2009 Operating Budget
Variance Report -
September Report dated November 18, 2009 was received from the Chief Financial Officer/Treasurer regarding 2009 Operating Budget Variance Report – September for information only.

Item 7
Reserves and Reserve
Funds Balances Report dated November 26, 2009 was received from the Chief Financial Officer/Treasurer regarding Reserves and Reserve Funds Balances for information only.

Item 8
WWW Capital
Contingency Allocations Report dated November 26, 2009 was received from the General Manager of Infrastructure Services regarding Water/Wastewater Capital Contingency Allocations for information only.

Item 9
WWW Communication
Updates Report dated November 26, 2009 was received from the General Manager of Infrastructure Services regarding Water/Wastewater Communication Updates for information only.

Declarations of
Pecuniary Interest Councillor Gasparini declared an interest in the Enhancement Options for Physician Recruitment and for the City of Lakes Health Team site in Chelmsford as her daughter is a doctor.

VOTING ON BUDGET OPTIONS

As the voting system had not been set up to re-vote, the Chief Administrative Officer suggested that a yes/no vote by paper ballot be used by the Committee.

The Committee reviewed the Enhancement Options and agreed to include the following in the list of options to be voted on:

- Reduce Physician Recruitment to \$260,000
- Reduce small vehicle waste transfer site in the Onaping/Dowling area to \$215,000
- Removal of the one-time option for engineering design for the City of Lakes Family Health Team site in Chelmsford in the amount of \$30,000
- Approve Reduction Options
- Add Option approved by Council on November 25, 2009 for conversion of 10 temporary Infrastructure Operations Staff to Permanency

VOTING ON BUDGET OPTIONS (continued)

Recess At 6:10 p.m., the Committee recessed.

Reconvene At 6:45 p.m., the Committee reconvened.

The Chief Financial Officer/Treasurer advised that the enhancement option ballot includes the above changes and all options with a total previous vote of 71.5 or higher

The ballots were distributed and the Committee voted on the Enhancement Options. The results of the voting were distributed to the Committee Members and are attached.

REVIEW OF WATER/WASTEWATER REDUCTION OPTIONS

Item 10
2010 Water/Wastewater
Reduction Options Report dated November 24, 2009 was received from the Chief Financial Officer/Treasurer and the General Manager of Infrastructure Services regarding 2010 Water/Wastewater Reduction Options.

The following recommendation was presented:

2009-11 Berthiaume-Barbeau: THAT the Finance Committee approve the Water and Wastewater reductions in the amount of \$2,265,549, which results in an overall increase of 3.82% in the Water/Wastewater User Fees;

AND THAT the necessary by-law be prepared.

CARRIED

The Chair directed the Director of Water/Wastewater Services to provide variance reports with respect to Water/Wastewater during the year.

2010 Budget

The following recommendation was presented:

2009-12 Craig-Caldarelli: THAT the funding line for Budget Enhancements be drawn at \$193,678,805 representing a 2.5% municipal tax increase, subject to finalization of the Ontario Municipal Partnership Fund (OMPF) entitlements;

AND THAT staff report back to the Finance Committee once the City receives notification of the 2010 OMPF allocation.

CARRIED

Adjournment

2009-13 Barbeau-Berthiaume: THAT this meeting does now adjourn. Time: 7:46 p.m.

CARRIED

Councillor Ted Callaghan, Chair

Angie Haché, City Clerk

Budget Results - 2010 (Reductions)

Budget Reduction Options					
		Adjustment	Cumulative Adj.	Net Levy	%Tax Incr.
Vote	Revised Base Budget >>			194,941,305	3.2
13	Freeze capital envelopes at the 2009 levels	(670,000)	(670,000)	194,271,305	2.8
13	Draw from Provincial Gas Tax Reserve to fund 2010 incremental transit operational costs	(300,000)	(970,000)	193,971,305	2.7
13	Draw from Provincial Gas Tax Reserve to fund 2010 ridership growth envelope	(15,000)	(985,000)	193,956,305	2.7
12	Roll back inflationary increase approved in the 2008 capital budget	(647,500)	(1,632,500)	193,308,805	2.3
12	Increase in tipping fees to \$63/tonne from \$60/tonne	(210,000)	(1,842,500)	193,098,805	2.2
12	Introduction of new tax administration fees	(135,000)	(1,977,500)	192,963,805	2.1
12	Introduce a processing fee for real estate requests	(5,000)	(1,982,500)	192,958,805	2.1
DEPARTMENTAL REDUCTION OPTIONS APPROVED FOR FINAL VOTING					
6	Increase culvert application fees to offset expenditures	(52,630)	(2,035,130)	192,906,175	2.1

Budget Results - 2010 (Enhancements)

Options

		Adjustment	Cumulative Adj.	Net Levy	%Tax Incr.
Vote	Modified Current Budget 2010 >>			192,958,805	2.1
107	Provide permanent staffing for the Kiosk at the Transit Terminal	0	0	192,958,805	2.1
102	Provide one time funding for the Strategic Physician Recruitment	260,000	260,000	193,218,805	2.3
93	Hire 1 permanent staff - Tourism Development Assistant	0	260,000	193,218,805	2.3
91	Hire 1 permanent staff - Market Square	0	260,000	193,218,805	2.3
87	Provide one time funding for Emergency Shelter Services	360,000	620,000	193,578,805	2.5
87	Hire 1 permanent Rod Person	0	620,000	193,578,805	2.5
86	Hire 1 permanent staff - Mysudbury Content Position	0	620,000	193,578,805	2.5
85	Provide one time funding for Operational costs for Sudbury & District Nurse Practitioners at the Lively Site	75,000	695,000	193,653,805	2.5
83	Hire 1 permanent staff - Business Information & Comm Officer	0	695,000	193,653,805	2.5
81	Hire 1 permanent staff - Youth Strategy Co-Ordinator	0	695,000	193,653,805	2.5
79	Provide funding for the Junction Creek Stewardship Committee - (\$25,000/year for 4 years)	25,000	720,000	193,678,805	2.5
ACCEPTED COUNCIL PRIORITIES					
84	Provide funding for a small vehicle waste transfer site in the Onaping/Dowling area	130,000	850,000	193,808,805	2.6
77	Provide funding for summer roads maintenance	750,000	1,600,000	194,558,805	3.0
74	Provide one time funding for engineering design of the City of Lakes Family Health Team site in Chelmsford	30,000	1,630,000	194,588,805	3.0
69	Provide one time funding to Salvation Army for roof repairs	125,000	1,755,000	194,713,805	3.1
68	Provide funding to the Rainbow Routes Association for trail development projects	65,000	1,820,000	194,778,805	3.1
61	Provide funding to the Sudbury Action Centre for Youth	15,000	1,835,000	194,793,805	3.1
51	Provide funding to standardize school zone speed limits (one time 2010 \$20,000 and 2011 \$20,000) permanent \$4,000	24,000	1,859,000	194,817,805	3.1

Budget Results - 2010 (Enhancements)

45	Provide funding to the Sudbury Food Connection Network	5,000	1,864,000	194,822,805	3.1
44	Provide funding for the Jim Gordon Boardwalk Upgrades - Bell Park (775 crew hours)	180,000	2,044,000	195,002,805	3.2
42	Small Vehicle Recycling Transfer Site at Old Burwash Road	165,000	2,209,000	195,167,805	3.3
42	Provide funding for the Downtown Streetscape Project	50,000	2,259,000	195,217,805	3.3
42	Provide funding to the Sudbury Regional soccer Association	15,000	2,274,000	195,232,805	3.3
42	Provide funding to the Pond Hockey Festival on the Rock Tournament	15,000	2,289,000	195,247,805	3.4
42	Provide funding for the removal of aging trees program (775 crew hours)	200,000	2,489,000	195,447,805	3.5
40	Provide funding for the household hazardous waste depot, additional collection days - option 1	11,364	2,500,364	195,459,169	3.5
40	Property tax rebate request for curling clubs	13,400	2,513,764	195,472,569	3.5
39	Provide funding for a mobile HHW collection & 3R event - one event	53,605	2,567,369	195,526,174	3.5
38	Provide funding to purchase six vehicle activated traffic calming signs	55,000	2,622,369	195,581,174	3.5
38	Provide funding to the Learning Disabilities Association of Sudbury	21,500	2,643,869	195,602,674	3.5
36	Provide funding for a monitoring plan to increase residential waste diversion	60,000	2,703,869	195,662,674	3.6
35	Provide funding for tree preservation	25,000	2,728,869	195,687,674	3.6
32	Provide funding to Clean Air Sudbury - \$10,000/yr for 3 years	10,000	2,738,869	195,697,674	3.6
31	Provide funding for the Dragon Boat Festival	25,000	2,763,869	195,722,674	3.6
31	The South End Community Action Network is requesting Capital funding to improve City Recreational Facilities located in the South End of the former City of Sudbury	215,000	2,978,869	195,937,674	3.7
29	Provide funding for ReThink Green	30,000	3,008,869	195,967,674	3.7
26	Provide funding to the Minnow Lake Community Action Network to conduct feasibility study.	5,000	3,013,869	195,972,674	3.7
25	Provide funding for the household hazardous waste depot, additional collection days - option 3	15,162	3,029,031	195,987,836	3.7
24	Provide funding for an additional Clean-Up Blitz in the Fall	29,640	3,058,671	196,017,476	3.8
23	Provide funding for the household hazardous waste depot, additional collection days - option 2	20,010	3,078,681	196,037,486	3.8

Budget Results - 2010 (Enhancements)

22	Provide funding for a mobile HHW collection & 3R event - two event	53,605	3,132,286	196,091,091	3.8
20	Provide funding for a mobile HHW collection & 3R event - three event	53,605	3,185,891	196,144,696	3.8

**CITY OF GREATER SUDBURY
2010 OPERATING BUDGET ENHANCEMENT OPTIONS**

													%				
1	2	3	4	5	6	7	8	9	10	11	12	13	Vote	Adjustments	Net Levy	Incr.	
1	1	1	1	1	1	0	1	1	1	1	1	1	12	Provide permanent staffing for the Kiosk at the Transit Terminal	-	192,958,805	2.1
1	1	1	1	1	1	1	1	1	1	0	A	1	11	Provide one time funding for the Strategic Physician Recruitment	260,000	193,218,805	2.3
1	1	1	1	0	0	0	1	1	1	1	1	1	10	Provide one time funding for Emergency Shelter Services	360,000	193,578,805	2.5
1	0	1	0	1	1	0	1	1	1	1	1	1	10	Hire 1 permanent Rod Person	-	193,578,805	2.5
0	1	1	0	0	1	0	1	1	1	1	1	1	9	Hire 1 permanent staff - Tourism Development Assistant	-	193,578,805	2.5
1	1	1	0	0	1	0	1	1	1	1	0	1	9	Hire 1 permanent staff - Youth Strategy Co-Ordinator	-	193,578,805	2.5
1	1	0	1	0	0	0	1	1	1	1	1	1	9	Provide funding for the Junction Creek Stewardship Committee - (\$25,000/year for 4 years)	25,000	193,603,805	2.5
0	0	1	0	0	1	0	1	1	1	1	1	1	8	Hire 1 permanent staff - Market Square	-	193,603,805	2.5
0	0	1	0	0	1	1	1	1	1	1	0	1	8	Hire 1 permanent staff - Mysudbury Content Position	-	193,603,805	2.5
1	1	1	1	1	0	0	1	1	0	0	0	1	8	Provide one time funding for Operational costs for Sudbury & District Nurse Practitioners at the Lively Site	75,000	193,678,805	2.5
0	0	1	0	0	1	0	1	1	1	1	0	1	7	Hire 1 permanent staff - Business Information & Comm Officer	-	193,678,805	2.5
													Council approved funding line for current budget enhancement options				
0	0	1	1	1	1	0	1	0	0	0	0	0	5	Provide funding for a small vehicle waste transfer site in the Onaping/Dowling area (\$70,000 funded from reserve)	130,000	193,808,805	2.6
1	1	1	0	0	1	0	0	0	0	0	1	0	5	Provide funding for summer roads maintenance	750,000	194,558,805	3.0