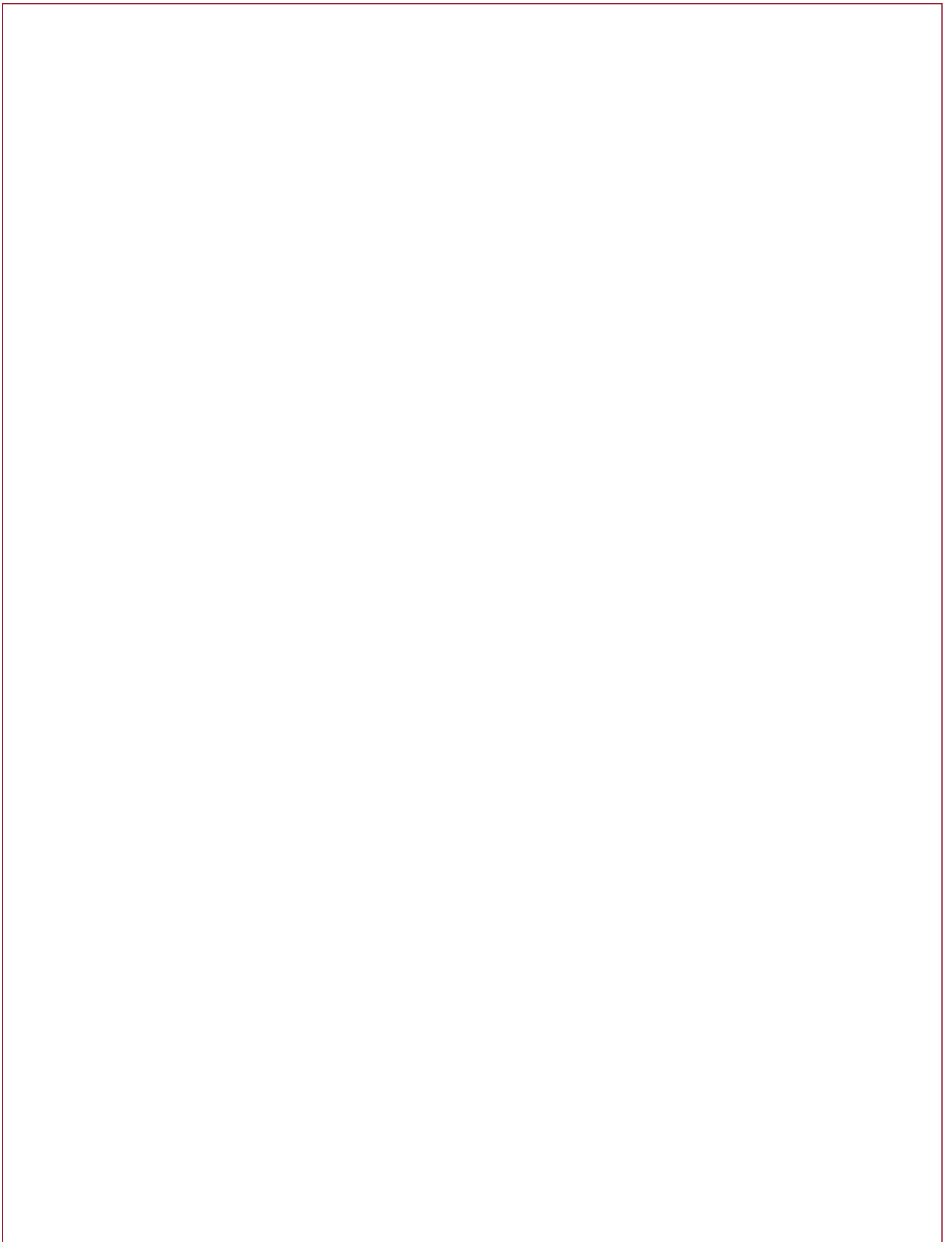




Incorporated April 1, 1995

## **2014 Budget**

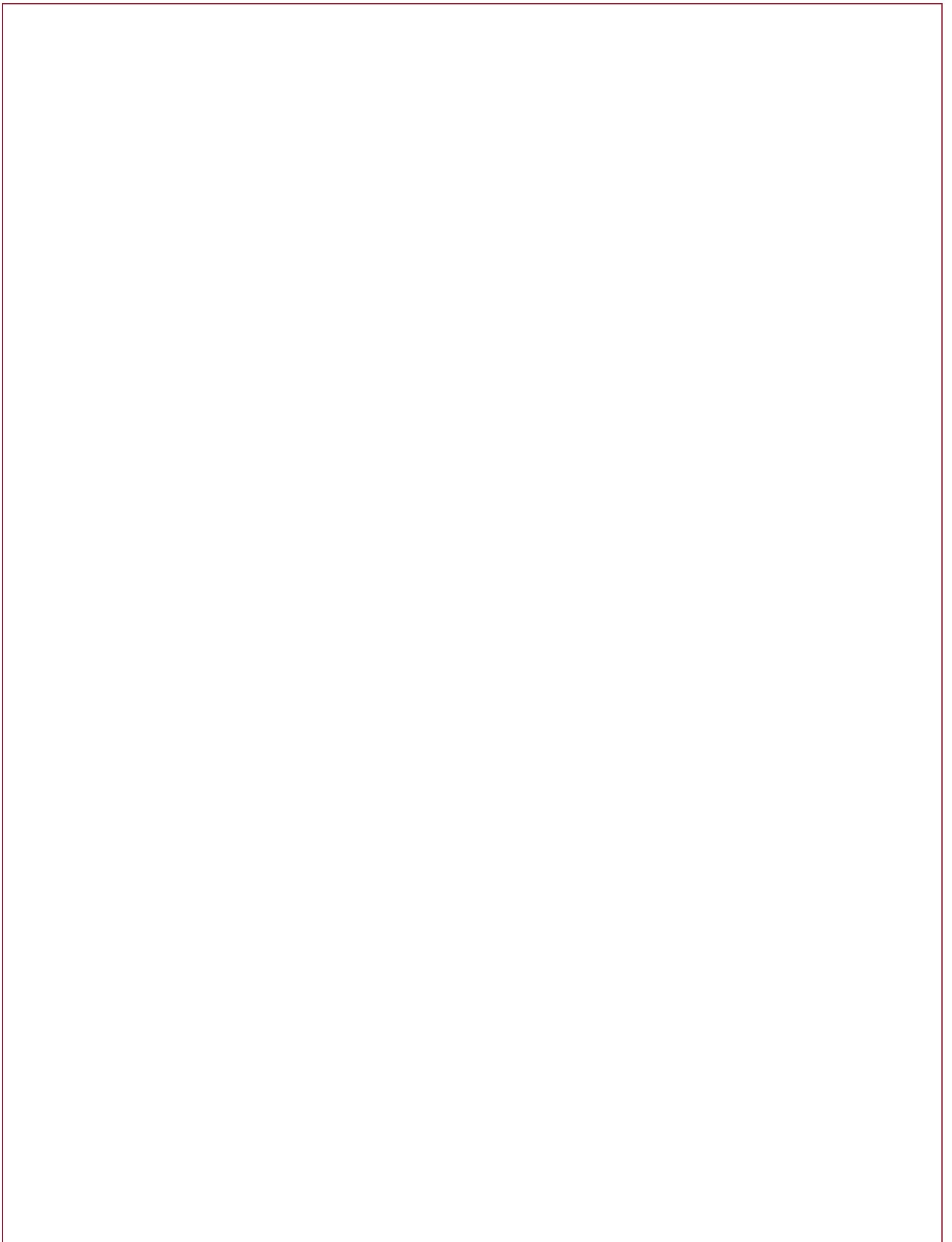
Presented By  
Deputy Mayor Bruce MacDougall  
Chairman of Financial Services





## Mayor Basil Stewart

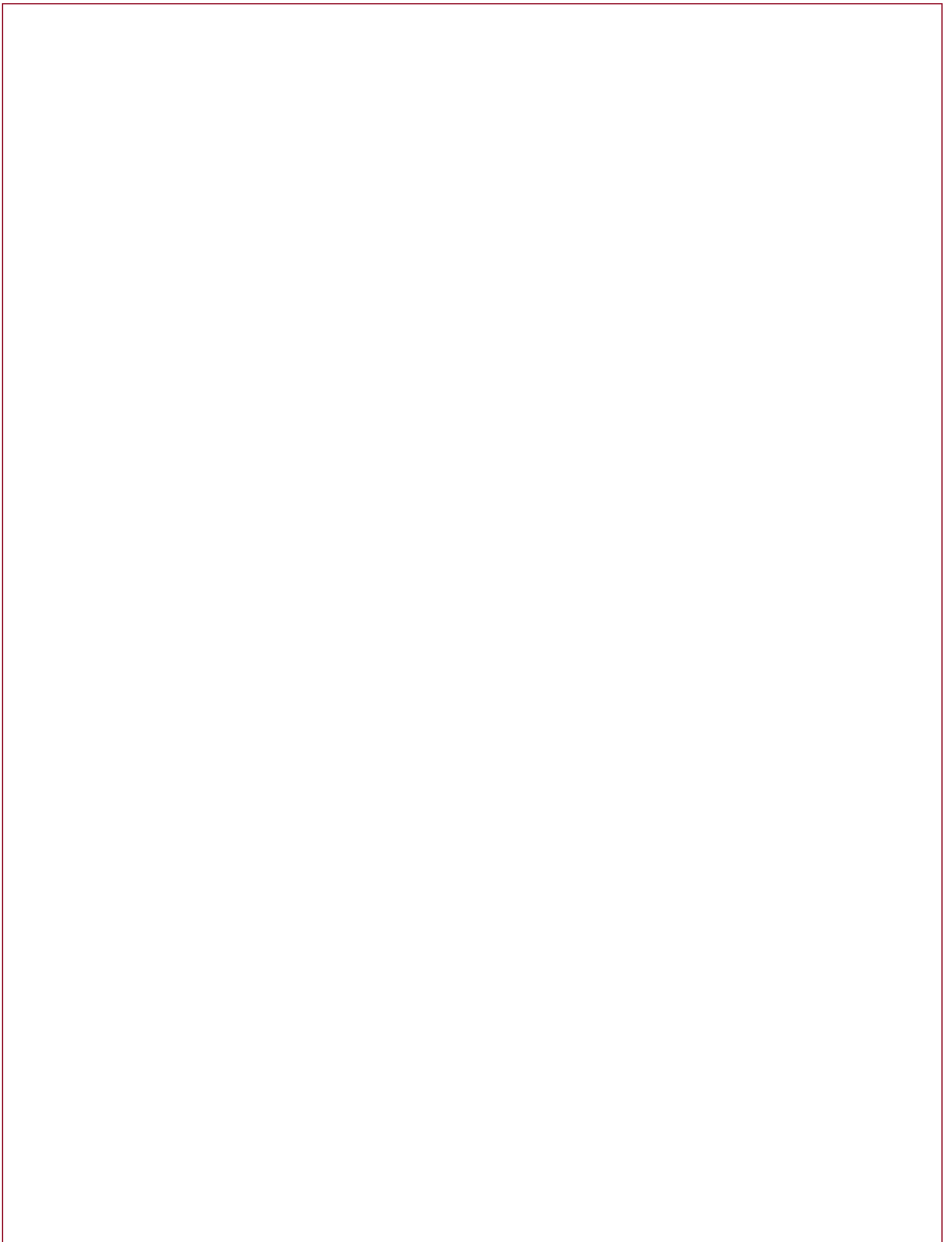
Deputy Mayor Bruce MacDougall, Councillor Cory Thomas  
Councillor Jeff Sullivan, Councillor Ron Dowling,  
Councillor Jim Steele, Councillor Peter Holman  
Councillor Tina Mundy, Councillor Frank Costa



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# City of Summerside

## 2014 Budget Address

Presented by

**Deputy Mayor Bruce MacDougall**

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Your Worship, fellow Councillors, federal officials, provincial officials, city staff, residents of Summerside, the media and members of the Greater Summerside Chamber of Commerce, Downtown Summerside Inc., Tourism Summerside, the Summerside Regional Development Corporation, and all other members of the public who have joined us here tonight. Also represented here tonight are the city's auditors from Grant Thornton. I would like to welcome you all and thank you for being here tonight.

Your Worship, before I begin tonight's budget address I would like to say a few words about our dedicated staff. In an organization like the City of Summerside where service to the public is our top priority, the key to our success is our staff. The city has dedicated, talented and diligent staff at all levels of the organization, and who work tirelessly each day, often above and beyond the call of duty to make Summerside the great community we are today. It is with great pleasure that I welcome and say thank you to our new CAO Bob Ashley and Director of Finance Rob Philpot, these two gentlemen along with the great staff they have inherited work very hard every day to make our city a better place to work, play and raise a family.

As Chair of the Finance Committee, and on behalf of City Council, it gives me great pleasure to provide you an update on 2013, and to present the City of Summerside's 2014 Budget here tonight. Firstly an overview of our performance for 2013.

Your Worship, as you know the City of Summerside operates financially through a general fund plus three main public utilities the City owns and operates – one for our electricity, one for our water system and one for our sewer system.

Overall the City had a surplus of \$1.1 million dollars in 2013 (on a consolidated basis) due in part to a change in accounting standards which now compels us to report government revenues in the year they were received, rather than spread them over the life of the projects they support. These are basically government-funded infrastructure projects, one example would be the water treatment system at Credit Union Place.

Our electric utility benefitted from higher -than-projected wind energy sales resulting in a \$559,000 surplus. The water utility had a \$134,000 deficit due to a higher-than-normal frequency of water main breaks, and the sewer utility had a \$16,400 surplus. Collectively our three utilities had a surplus of \$441,000 in 2013.

Our general fund experienced higher-than-budgeted energy consumption costs to operate our facilities and maintenance on building and equipment. We also spent more than anticipated on human resource costs to deliver on programs in 2013, resulting in our general fund having a deficit of \$131,000 for 2013.

Now your worship, it gives me great pleasure to provide the residents of Summerside an overview of our budget for 2014.

Your Worship, as we undertook our 2014 budget process, Council and staff were focused on addressing the accumulated operating deficits in both the General Fund and the utilities, and to work towards our goal of future sustainability of our operations and finances. ***Your Worship, last year we said that we want to be Atlantic Canada's premier city by being the most innovative, entrepreneurial, healthy and sustainable community in the region, I believe we are on the right track.***

Budget 2014 is all about "sticking to the basics" by putting our City's needs ahead of our wants in a responsible and sustainable way. We are known as a community that "punches above our weight" we are ambitious, innovative and entrepreneurial and we want to continue this, our future growth and prosperity depends on it.

The City of Summerside is an organization transitioning not only in our leadership but also remaining steadfast in our approach to serving the people as best as we can.

As a \$45 million operation, the city provides many programs and services that impact our lives on a daily basis. This includes \$2.4 million for Public Works, \$2.6 million for Parks and Recreation and over \$4.3 million for Police and Fire Protection. City staff do their very best to ensure that the resources allocated to these services are aligned effectively with the needs and wants of the residents we serve.

The City of Summerside is mandated to provide prompt and cost effective services to the public. We as a city always strive to live within our means, and we want to ensure our investments are focused primarily on our needs, while leaving a legacy for our children and grandchildren. This means that our budget needs to be practical, realistic and sustainable, but also promote future growth, innovation and prosperity for our community.

It is an exciting time to live in Summerside. It is a time of transition, new ideas, approaches, and renewed optimism for the future. Our commercial and residential neighbourhoods are growing and with that comes the desire for services to align with the needs of our growing community.



We will provide leadership in ensuring that the public's expectations for fiscal accountability and sustainability will be met now and into the future. In total the city spends \$45 million on programs and services for you and we are accountable to you to deliver value for your municipal tax dollar. We have made significant progress this year in becoming more transparent and we will continue to do so in the months and years ahead.

With any budget process, Council has to make difficult choices in the face of competing demands for resources. The most objective way to do this is use agreed-upon principles as a foundation for making the choices that we know need to be made. One such principle is sustainability. Council has therefore directed that in the name of sustainability for future generations, we will reduce our accumulated operating deficit of \$800,000. Another principle is to prioritize essential services. So, concentrated efforts in our budget to preserve the community's essential needs such as police services and fire protection, and water and sewer services. We heard the call to take this direction, directly from the public during our public budget consultation meeting—essential services must remain our top priority.

The next step in developing a sound budget is to acknowledge the types and numbers of programs and services our residents would like to see, either new, expanded, or changed. As such, we have reviewed the programs and services we offer and made every effort to ensure they align as much as possible with the expectations of our citizens. This includes \$414,000 in funding for arts heritage and culture activities, \$2.6 million for parks and recreation programs and services and \$530,000 to attract and retain economic development and business growth, among others.

Your Worship, while we acknowledge that it is a challenge to continue to deliver cost-effective programs, we will most certainly not be doing it by imposing a greater burden on the backs of our residents. So your Worship, I am pleased to announce that for the fifteenth consecutive year there will be no property tax rate increases. Maintaining tax rates at their current levels while continuing to provide a high level of service while prices rise all around us is not easy, but I am confident that City Council, management and staff are up to the task.

Your Worship, in light of the high standards our residents deserve and demand for our programs and services, we must design them to be as cost-effective and sustainable as possible. Ideally, we would have sufficient revenues to support all the programs and services that everyone wants. However, while our expenses have increased 7% over the past three years, our revenues have not kept pace with this progression.

The city's revenue generation has been negatively impacted by the Government of Prince Edward Island's adherence to a revenue-sharing formula that holds back our great city from realizing its full potential. The City of Summerside projects it will lose an estimated \$7 million in revenue in the time period 2008-2018 (since the new formula was implemented).

While the city acknowledges that the Government of Prince Edward Island has financial challenges of its own, the city cannot be expected to continue to shoulder a disproportionate burden of the provincial government's financial situation and expect to grow in the future. In spite of this, we do look forward to a renewed fiscal partnership with the Government of Prince Edward Island which recognizes the challenges of delivering municipal services in an environment of increasing demands.

In the interest of good governance and accountability, a municipality needs to listen to its citizens on how to manage public resources. As a city we need to reach out to citizens and get their input on how to address the growing needs of our community. To that end, and in the spirit of enhancing openness and transparency, over the past year, the city held pre-budget consultations with city staff as well as with residents and the business community. This represents an important building block for more public discussion in the future on a whole variety of issues for municipalities.

In addition, Council began disclosing travel expenses incurred while on official business for the City of Summerside. Just recently, Council also started what we hope will be a best practice model for all municipalities on the Island by disclosing expenses related to hospitality. All of these efforts to provide citizens with more access to information on the spending of public dollars have been well received by staff, residents and media as well as the city's business community.

Council has also adopted a broader role in the development of the city's Budget this year, which helped ensure even stronger oversight of the city's finances.

Collectively, all of these initiatives demonstrate that we are committed to meaningful engagement with staff, elected officials and residents, and we look forward to doing even more of this in the future on a wide spectrum of topics and issues.

Your Worship, the provision of municipal services cannot be done in isolation. It is essential that we develop partnerships with the Government of Canada and the Government of PEI as well as with our local community groups. One example of the city's good working relationship with other levels of government is our partnership with the Atlantic Canada Opportunities Agency (ACOA) and with funding from the Gas Tax Community Fund, has resulted in over \$40 million in funding for various capital projects over the last ten years for the City of Summerside. We look forward to building upon this partnership in the future, while exploring opportunities for collaboration with other stakeholders as well.

Budget 2014 reflects the needs that were identified in our pre-budget consultation which took place in December of last year. These needs included infrastructure renewal and having more realistic financial expectations. In particular, residents and the business community stated a desire to see more emphasis placed on economic development and growth. Your Worship, I am pleased to announce that in recognition of the feedback from our community, we will be dedicating over half a million, \$530,000 to be exact of our budget to economic development, an increase of 45% over the previous year.

Your Worship, we know that the city cannot afford to be all things to all people. As much as we all want a strong and vibrant community, Council also recognizes that the city cannot do it alone. We all depend upon the dedication, commitment and perseverance of the dozens of not-for-profit organizations who deliver popular programs and key services to our community that would otherwise not be available. Council appreciates the tremendous outreach work of these organizations and looks forward to building on these relationships. Your Worship, I am pleased to announce that in 2014, the City will be committing over \$400,000 in grants to these organizations to give them the opportunity to deliver much-need programs and services in Summerside. For example, the City is pleased to continue its long-standing support for the Prince County Hospital Foundation, the Boys and Girls Club, Generation XX, The College of Piping, and the Harbourfront Theatre, to name a few. As well, the City is pleased to offer support to organizations such as the St. Eleanor's Lions Club building for repairs and maintenance, the East Prince Seniors' Initiative and various sports and recreation associations which provide invaluable programming and support to our residents.

We realize that basic infrastructure such as roads; water and sewer form the backbone of a safe, strong and thriving community. However this infrastructure that we all often take for granted requires considerable ongoing investment maintenance and renewal. Your Worship, to ensure Summerside continues to have sustainable and effective infrastructure in place, I am pleased to announce that the city will be committing over \$12 million in capital spending in 2014. This includes \$3.1 million for the electric utility, \$800,000 for the water system and \$1.3 million for the sewer system, \$3.1 million for storm water upgrades, \$1.3 million for paving, and over \$600,000 for new and replacement sidewalks.

I also wish to note that later this year the city will be releasing a Capital Improvement Plan which will outline our infrastructure needs over the next decade. This will be a comprehensive plan which will detail the scheduling of construction or replacement of roads, sidewalks and sewers as well as the replacement or acquisition of equipment and other needs. More importantly, it will also outline how the city intends to pay for these needs, and how we may leverage the support of other partners to contribute to these projects.

I would like to highlight some key projects that we will be focusing on during 2014.

Protecting the health and safety of our citizens and their property is one of our top priorities. We want to ensure that we will always have the key infrastructure in place to do this, so I am pleased to announce that we are dedicating \$250,000 this year to start planning for a new fire station for the city. A fire station that will incorporate all the current best practices in fire protection and ensure our residents have the most current life-saving infrastructure available.

As well, we are taking steps to grow the city's economy and to build upon our successes in innovation and entrepreneurship. While we are blessed with leading-edge thinking and approaches in our city, it is a constant challenge to attract and develop new lines of business and to diversify our economy.

Your Worship, I am pleased to announce that the City of Summerside is committing \$500,000 towards the development of a “land bank” in which the municipality will acquire and maintain an inventory of surplus land in the city which will serve as an ideal base for attracting commercial opportunities with sustainable long-term potential, which will help grow our economy.

The City of Summerside prides itself in having made many strategic infrastructure investments over the last few years. However, to maintain our existing infrastructure and to keep it working requires ongoing investment. This is no different for our water system or our sewer system. For 2014, the water rate will be adjusted up by \$3.37 per month and the sewer rate will be adjusted up by \$3.46 per month. While we are reluctant to proceed with these new rates, we do realize that it will help ensure a sustainable water system and a sustainable sewer system for our residents for years to come.

Your Worship, I want to emphasize that we’ve made many significant and strategic investments in our infrastructure over the last few years. To help us accomplish this, we financed several of these investments, such as major enhancements to the Summerside Wastewater Treatment Plant, Credit Union Place and the Summerside Wind Farm. We are very pleased to have accomplished our goal of building several city facilities which are second-to-none. Recently we showcased our facilities to visiting municipal leaders from across this nation when hosting a Federation of Canadian Municipalities (FCM) Sustainable Communities Conference study tour. Our guests from coast to coast to coast were highly impressed, and some even envious of what we’ve been able to achieve.

On the other side of the ledger, we have made prudent use of long term debt instruments to finance many of these key investments. From a peak of \$43 million of General Fund debt and \$42 million of utility debt in 2009, our total long term debt is projected to drop to about \$65 million by the end of 2014. This \$20 million decline is due to our systematic and disciplined program of debt management and repayment which has given us the flexibility to address significant infrastructure needs we would have otherwise been unable to do.

Your Worship, I discussed our accomplishments of the past year, and have also highlighted some key areas of focus for Council in the upcoming year. But, I want to bring it all together to discuss our outlook for 2014. I mentioned at the start of this speech that while it is a time of transition, it is a time for us to focus on sustainability and on “sticking with the basics”. I believe that the initiatives we’ve highlighted tonight will do both. With no reduction in services or any increase in property taxes, I am pleased to announce that we are projecting a surplus of over a half million dollars in 2014.

Your Worship, I am also pleased to announce that this will bring our accumulated deficit down to \$262,000, a remarkable accomplishment when you consider that we have had no new sources of revenue and have increasing costs for many of the programs and services we deliver.

These initiatives will also allow us to achieve an operating surplus in our utilities, which in turn we can use to pay down the accumulated operating deficit in our utilities. It is all part of our stated intention to ensure sustainability for future generations while preserving our strengths in innovation and entrepreneurship.

Your Worship, we all know that a budget involves making choices and setting priorities. These decisions have not been easy to make. These decisions are the result of listening carefully to what our residents have to say, what we believe are sound directions for the future and are based on through evidence and consultation with all of our community. Therefore, we are confident in the roadmap that will lead us through 2014 and beyond.

On one final note, I want to take this opportunity to express my sincere appreciation to the management and staff of the City for the great work they do in support of transparency, accountability and public engagement all for the greater good of our community and for the public we all serve.

I look forward to continuing to work with you all as well as with my colleagues on Council as we build upon the accomplishments of this past year and set a foundation for continued success.

Ladies and Gentlemen,

This is your Budget for 2014.

Thank you and good night.

Deputy Mayor Bruce MacDougall  
Chair of Financial Services

**City of Summerside  
2014 Budget**

**Revenue and Expenditure Analysis  
As Percentage of Total Budget**

**Exhibit A**

	2014 Budget	% of Total Budget	2013 Actual	% of Total Actual	2013 Budget	% of Total Budget
<b>Revenue</b>						
Property Tax	\$ 7,571,732	40.7%	\$ 7,485,186	42.6%	\$ 7,491,631	43.6%
Provincial Government Grants*	6,764,202	36.3%	6,764,202	38.6%	6,764,202	39.4%
Wind Energy Sales	2,198,258	11.8%	2,071,551	11.8%	1,892,239	11.0%
Other	2,083,145	11.2%	1,229,492	7.0%	1,039,695	6.0%
<b>Total General Revenue</b>	<b>\$18,617,337</b>		<b>\$17,550,431</b>		<b>\$17,187,767</b>	

	2014 Budget	% of Total Budget	2013 Actual	% of Total Actual	2013 Budget	% of Total Budget
<b>Net Expenditure</b>						
General Government	\$ 517,345	2.9%	\$ 586,644	3.3%	\$ 529,350	3.2%
Financial Services	4,042,981	22.3%	3,988,818	22.6%	3,754,346	22.7%
Summerside Raceway	-	0.0%	-	0.0%	-	0.0%
Human Resources	219,190	1.2%	209,840	1.2%	188,082	1.1%
Fire Services	632,274	3.5%	633,853	3.6%	612,514	3.7%
Police Services	3,723,133	20.6%	3,800,278	21.5%	3,811,073	23.0%
Economic Development	943,448	5.2%	792,413	4.5%	765,424	4.6%
Community Services	2,585,564	14.4%	2,755,254	15.6%	2,279,397	13.8%
Technical Services	438,656	2.4%	444,569	2.5%	431,384	2.6%
Public Works	2,413,530	13.3%	2,388,412	13.5%	2,157,397	13.0%
Capital Projects	2,328,144	12.9%	2,081,396	11.7%	2,010,661	12.2%
Reserve for Future Expenditures	257,000	1.4%	-	0.0%	-	0.0%
<b>Total General Expenditures</b>	<b>\$18,101,265</b>		<b>\$17,681,477</b>		<b>\$16,539,628</b>	

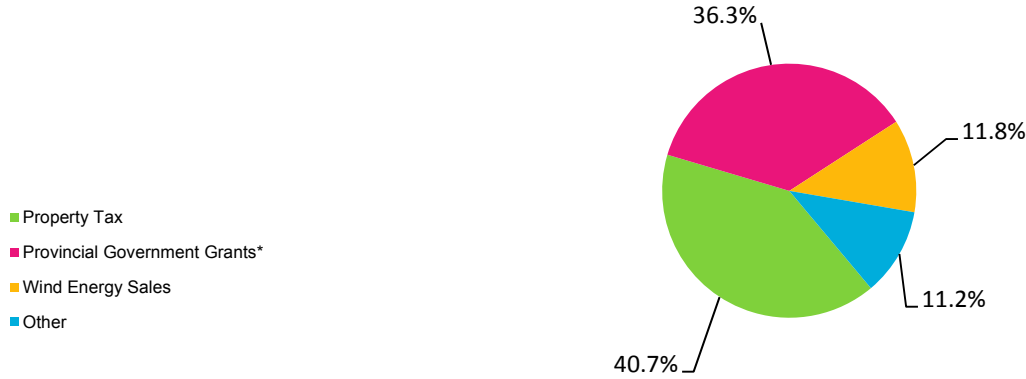
\* The City sets its tax rates annually pursuant to Section 28 of the City of Summerside Act. In 2008 the Province of PEI, through legislative amendments to Section 8 of the Real Property Tax Act, reduced the City's non-commercial tax rate from \$1.70 to \$.74, while at the same time rescinding a provincial property tax credit of \$.96. The result of the Provincial legislative amendments was a transfer of taxation capacity from the City of Summerside to the Province of PEI, a transfer which has not been agreed to by the City.

City of Summerside  
2014 Budget

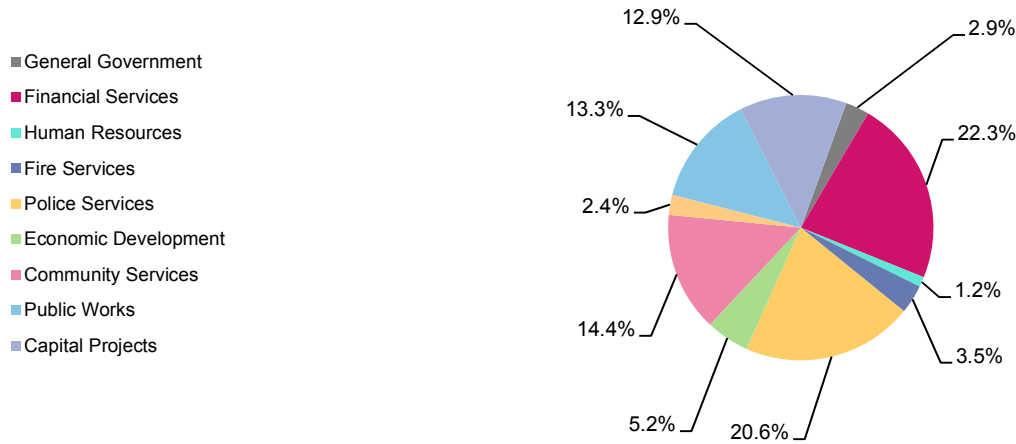
Revenue/Expenditure Analysis

Exhibit B

Where The Dollars Come From  
2014 Revenues \$18,617,337



Where The Dollars Go  
2014 Net Expenditures \$18,101,265



**City of Summerside  
2014 Budget**

**Summary of Commercial and Non-Commercial Assessments**

**Exhibit C**

	<b>Tax Rate (Per \$100)</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>
<b>Commercial</b>	<b>\$1.90*</b>	<b>\$ 147,416,900</b>	<b>\$ 150,585,400</b>	<b>\$ 144,434,000</b>	<b>\$ 145,192,000</b>	<b>\$ 141,749,000</b>
<b>Non-Commercial</b>	<b>\$0.74**</b>	<b>\$ 641,325,840</b>	<b>\$ 625,776,455</b>	<b>\$ 600,546,955</b>	<b>\$ 587,831,143</b>	<b>\$ 568,921,848</b>
<b>Total:</b>		<b>\$ 788,742,740</b>	<b>\$ 776,361,855</b>	<b>\$ 744,980,955</b>	<b>\$ 733,023,143</b>	<b>\$ 710,670,848</b>

\*Commercial tax rate reduced from \$1.92 to \$1.90 effective January 1, 2011.

\*\*The City sets its tax rates annually pursuant to Section 28 of the City of Summerside Act. In 2008 the Province of PEI, through legislative amendments to Section 8 of the Real Property Tax Act, reduced the City's non-commercial tax rate from \$1.70 to \$.74, while at the same time rescinding a \$.96 credit applied to provincial property tax rates in Summerside. The result of the Provincial legislative amendments was a transfer of taxation capacity from the City of Summerside to the Province of PEI, a transfer which has not been agreed to by the City.

An additional levy of \$.18 per \$100 of assessment is applied to properties within the City's Business Improvement Area. This amount is transferred to Downtown Summerside Inc. for use in the downtown area.



**City of Summerside  
2014 Budget**

**Electric Rates**

**Exhibit D**

**Summerside Electric Utility Rates (Effective March 1, 2014)**

	Domestic	General Service I
Service charge	\$ 24.57 / month	\$ 24.57 / month
Demand charge		\$ 13.43 / kw over 20
1st block energy rate	\$ 0.1278 / kwh for first 2000 kwh	\$ 0.1601 / kwh for first 5000 kwh
2nd block energy rate	\$ 0.0985 / kwh for remainder	\$ 0.0996 / kwh for remainder
3rd block energy rate		

	General Service II (All Electric)	Unmetered
Service charge	\$ 24.57 / month	\$ 11.67 min. charge (includes energy)
Demand charge	\$ 5.68 / kw over 20*	
1st block energy rate	\$ 0.1602 / kwh for first 5000 kwh	
2nd block energy rate	\$ 0.1173 / kwh for next 5000 kwh	
3rd block energy rate	\$ 0.1116 / kwh for remainder	\$ 0.1589 / kwh estimated
	* or 0.00284 / kwh, whichever is less	

	Industrial	
Service charge		
Demand charge	\$ 7.46 / kw (5 kw min)	
1st block energy rate	\$ 0.1566 / kwh 1st 100 kwh/kw demand	
2nd block energy rate	\$ 0.0717 / kwh for remainder	

	Area Lighting	Street Lighting
70 hps	\$ 14.59 / month	\$ 14.59 / month
100 hps	\$ 18.51 / month	\$ 18.55 / month
150 hps	\$ 26.49 / month	\$ 26.49 / month
250 hps	\$ 36.01 / month	\$ 36.01 / month
400 hps	\$ 42.12 / month	\$ 42.12 / month
125 mv	\$ 14.44 / month	\$ 14.44 / month
250 mv	\$ 25.55 / month	\$ 25.54 / month
400 mv	\$ 32.63 / month	\$ 35.64 / month

**City of Summerville  
2014 Budget**

**Electric Rates for Energy Thermal Storage Systems**

**Exhibit E**

Summerville Electric Utility Rates (Effective March 1, 2014)

**Hot Water Tank Storage Only - All Year**

	Residential Urban	Residential Seasonal
Service charge	\$ 24.57 / month	\$ 26.92 / month
Block A Energy rate	\$ 0.0800 / kwh for first 200 to 600 kwh*	\$ 0.0800 / kwh for first 200 to 600 kwh*
Block B Energy rate	\$ 0.1278 / kwh for next 2000 kwh	\$ 0.1278 / kwh for next 2000 kwh
Block C Energy rate	\$ 0.0985 / kwh for balance kwh	\$ 0.0985 / kwh for balance kwh

**Energy Thermal Storage Only (Steffes Unit) - Winter Rate**

	Residential Urban	Residential Seasonal
Service charge	\$ 24.57 / month	\$ 26.92 / month
Block A Energy rate	\$ 0.0800 / kwh for first 1000 to 22000 kwh* (October 1 to May 31)	\$ 0.0800 / kwh for first 1000 to 22000 kwh* (October 1 to May 31)
Block B Energy rate	\$ 0.1278 / kwh for next 2000 kwh (October 1 to May 31)	\$ 0.1278 / kwh for next 2000 kwh (October 1 to May 31)
Block C Energy rate	\$ 0.0985 / kwh for balance kwh (October 1 to May 31)	\$ 0.0985 / kwh for balance kwh (October 1 to May 31)

**Energy Thermal Storage Only (Steffes Unit) - Summer Rate**

	Residential Urban	Residential Seasonal
Service charge	\$ 24.57 / month	\$ 26.92 / month
Block A Energy rate		
Block B Energy rate	\$ 0.1278 / kwh for first 2000 kwh (June 1 to September 30)	\$ 0.1278 / kwh for first 2000 kwh (June 1 to September 30)
Block C Energy rate	\$ 0.0985 / kwh for balance kwh (June 1 to September 30)	\$ 0.0985 / kwh for balance kwh (May 1 to September 30)

**Hot Water Tank and Energy Thermal Storage Only (Steffes Unit) - Winter Rate**

	Residential Urban	Residential Seasonal
Service charge	\$ 24.57 / month	\$ 26.92 / month
Block A Energy rate	\$ 0.0800 / kwh for first 1200 to 22600 kwh* (October 1 to May 31)	\$ 0.0800 / kwh for first 1200 to 22600 kwh* (October 1 to May 31)
Block B Energy rate	\$ 0.1278 / kwh for next 2000 kwh (October 1 to May 31)	\$ 0.1278 / kwh for next 2000 kwh (October 1 to May 31)
Block C Energy rate	\$ 0.0985 / kwh for balance kwh (October 1 to May 31)	\$ 0.0985 / kwh for balance kwh (October 1 to May 31)

**Hot Water Tank and Energy Thermal Storage Only (Steffes Unit) - Summer Rate**

	Residential Urban	Residential Seasonal
Service charge	\$ 24.57 / month	\$ 26.92 / month
Block A Energy rate	\$ 0.0800 / kwh for first 200 to 600 kwh*	\$ 0.0800 / kwh for first 200 to 600 kwh*
Block B Energy rate	\$ 0.1278 / kwh for next 2000 kwh (June 1 to September 30)	\$ 0.1278 / kwh for next 2000 kwh (June 1 to September 30)
Block C Energy rate	\$ 0.0985 / kwh for balance kwh (June 1 to September 30)	\$ 0.0985 / kwh for balance kwh (June 1 to September 30)

\* Block A kwh is determined by the type and size of the Energy Thermal Storage Unit in service.

**City of Summerside  
2014 Budget**

**Water and Sewer Rates**

**Exhibit F**

(Effective April 1, 2014)

Classification	2014			2013		
	Water	Sewer	Combined	Water	Sewer	Combined
Flat Rate - Residential*	\$ 16.85	\$ 38.05	\$ 54.90	\$ 13.48	\$ 34.59	\$ 48.07

**Commercial Base Rates:**

15 mm	12.74	30.62	43.36	10.19	27.84	38.03
19 mm	13.75	33.46	47.21	11.00	30.42	41.42
25 mm	16.63	42.05	58.68	13.30	38.23	51.53
40 mm	20.51	53.42	73.93	16.41	48.56	64.97
50 mm	31.15	84.79	115.94	24.92	77.08	102.00
75 mm	109.55	315.89	425.44	87.64	287.17	374.81
100 mm	138.61	401.47	540.08	110.89	364.97	475.86
150 mm	206.36	601.17	807.53	165.09	546.52	711.61
200 mm	283.79	829.38	1,113.17	227.03	753.98	981.01
250 mm	390.24	1,143.22	1,533.46	312.19	1,039.29	1,351.48

**Commercial Consumption Rates:**

Per 1000 Gallons**	1.400	2.296	3.696	1.120	2.087	3.207
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\*Apartments and Mobile homes pay 80% of flat rate.

\*\*Rates for consumption exceeding 1.5 million gallons per month are 70% of the above rates.

**City of Summerside  
2014 Budget**

**Debt Payment Schedule**

**Exhibit G**

**General Fund Debt**

	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
Principal Payment	\$ 5,503,160	\$ 1,796,724	\$ 1,873,599	\$ 1,954,074
Interim Financing - Wellness Centre	(2,700,000)	140,235	145,062	151,646
Net Principal Payments	2,803,160	1,936,958	2,018,661	2,105,721
Interest Payment	1,540,920	1,407,973	1,307,371	1,217,277
Current Year Payment	4,344,080	3,344,932	3,326,032	3,322,998
Outstanding Debt as of Dec 31	\$ 30,638,838	\$ 28,701,880	\$ 26,683,219	\$ 24,577,498

**Red Shores at Summerside**

	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
Principal Payment	\$ 172,100	\$ 179,853	\$ 187,955	\$ 196,421
Interest Payment	101,750	93,971	85,869	77,402
Current Year Payment	273,850	273,823	273,823	273,823
Outstanding Debt as of Dec 31	\$ 2,216,911	\$ 2,037,058	\$ 1,849,104	\$ 1,652,682

**Electric Utility Debt**

	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
Principal per 64	\$ 941,000	\$ 968,693	\$ 924,000	\$ 885,033
Estimate on prior capital		\$ 147,508	\$ 153,409	\$ 158,763
Principal Payment	\$ 941,000	\$ 1,116,201	\$ 1,077,409	\$ 1,043,796
Interest Payment	593,915	552,350	506,294	460,710
Current Year Payment	1,534,916	1,668,552	1,583,702	1,504,506
Outstanding Debt as of Dec 31	\$ 14,507,984	\$ 13,391,783	\$ 12,314,374	\$ 11,270,578

**Water and Sewer Utility Debt**

	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
Principal Payment	\$ 7,345,700	\$ 858,495	\$ 824,071	\$ 796,075
Interim Financing - Wastewater Plant	(6,450,000)			
Interest Payment	563,030	515,647	475,074	439,688
Current Year Payment	1,458,730	1,397,362	1,323,293	1,260,096
Outstanding Debt as of Dec 31	\$ 17,053,340	\$ 16,171,625	\$ 15,323,405	\$ 14,502,997

**Summerside Community Network Debt**

	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
Principal Payment	\$ 119,300	\$ 114,574	\$ 90,023	\$ 66,365
Interest Payment	14,350	11,651	9,302	6,111
Current Year Payment	133,650	126,225	99,325	72,476
Outstanding Debt as of Dec 31	\$ 438,919	\$ 324,346	\$ 234,323	\$ 167,958

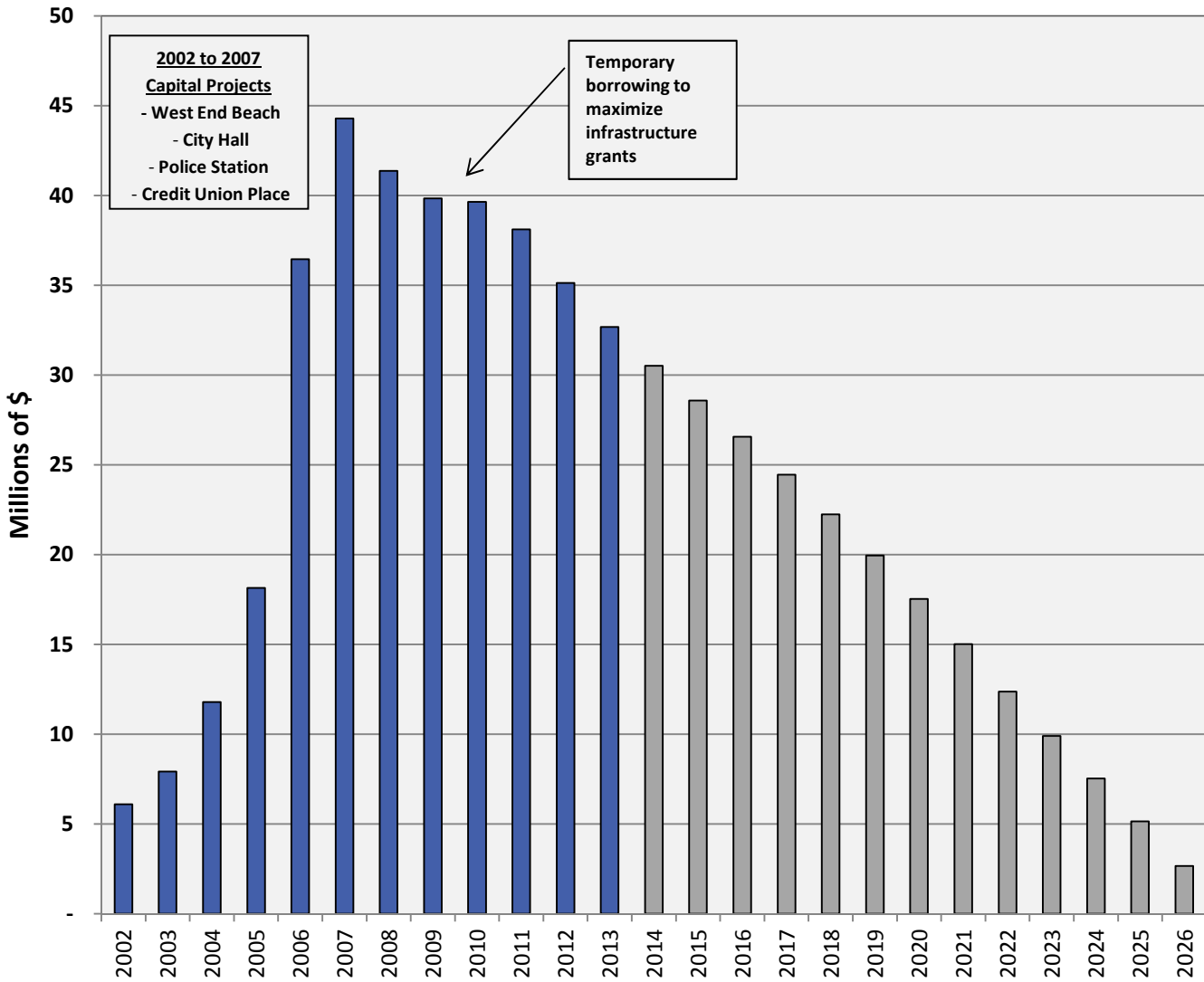
**Electro Thermal Storage Program**

	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
Principal Payment	\$ 13,500	\$ 16,718	\$ 17,206	\$ 16,927
Interest Payment	4,800	4,648	4,938	3,680
Current Year Payment	18,300	21,366	22,144	20,606
Outstanding Debt as of Dec 31	\$ 168,045	\$ 151,327	\$ 134,121	\$ 117,194
Total Outstanding Debt as of Dec 31	\$ 65,024,038	\$ 60,778,018	\$ 56,538,546	\$ 52,288,907

# City of Summerside 2014 Budget

## Total General Fund Long Term Debt (excluding Raceway)

### Exhibit H





## 2014 Budget Summary

### GENERAL FUND

	Page	2014 Budget			2013 Actual
		Expenses	Revenue	Net	Net
<b>General Revenue</b>	<b>17</b>	\$ -	\$ 18,617,337	\$ 18,617,337	\$17,550,431
<b>Expenses</b>					
General Government	18	517,345	-	517,345	586,644
Financial Services	19	4,042,981	-	4,042,981	3,988,818
Summerville Raceway	20	343,000	343,000	-	-
Human Resources	21	219,190	-	219,190	209,840
Fire Services	22	632,274	-	632,274	633,853
Police Services	23	3,752,033	28,900	3,723,133	3,800,278
Economic Development	24	1,062,144	118,696	943,448	792,413
Community Services	25	4,249,908	1,664,344	2,585,564	2,755,254
Technical Services	31	438,656	-	438,656	444,569
Public Works	32	2,419,280	5,750	2,413,530	2,388,412
Capital Projects	33	2,328,144	-	2,328,144	2,081,396
Reserve for Future Expenditures		257,000	-	257,000	-
		20,261,955	2,160,690	18,101,265	17,681,477
Total		<b>\$ 20,261,955</b>	<b>\$ 20,778,027</b>		
<b>General Fund Surplus/(Deficit)</b>				<b>\$ 516,072</b>	<b>\$ (131,046)</b>

UTILITIES	Page	Revenue	Expenses	Net	Net
Electric Utility	34	\$ 19,706,290	\$ 19,031,575	\$ 674,715	\$ 558,866
ETS (Heat for Less Program)	38	321,610	321,610	-	-
Summerville Comm Network	39	579,392	579,392	-	-
Water Utility	40	1,866,054	1,691,879	174,175	(134,233)
Sewer Utility	42	3,155,765	3,154,818	947	16,360
<b>Total Utilities Surplus</b>		<b>\$ 25,629,111</b>	<b>\$ 24,779,274</b>	<b>\$ 849,837</b>	<b>\$ 440,993</b>

## 2014 Budget General Revenue

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	<b>2014 Budget</b>	<b>2013 Actual</b>
Taxation*	\$ 7,571,732	\$ 7,485,186
Province of PEI - Grants	6,764,203	6,764,202
Wind Energy Sales	2,198,258	2,071,551
Gas Tax Contribution	1,390,814	-
Electric Utility - Grant	-	650,000
Government Transfers	300,000	148,113
Wind Energy Royalties	52,530	52,240
Other		
Administration of Justice	125,000	122,644
Licenses and Permits	50,000	53,840
Miscellaneous Revenue	22,500	55,447
Rentals	112,300	117,208
Service Building	30,000	30,000
<b>Total General Revenue</b>	<b><u>\$ 18,617,337</u></b>	<b><u>\$ 17,550,431</u></b>

\* The City sets its tax rates annually pursuant to Section 28 of the City of Summerside Act. In 2008 the Province of PEI, through legislative amendments to Section 8 of the Real Property Tax Act, reduced the City's non-commercial tax rate from \$1.70 to \$.74, while at the same time rescinding a provincial property tax credit of \$.96. The result of the Provincial legislative amendments was a transfer of taxation capacity from the City of Summerside to the Province of PEI, a transfer which has not been agreed to by the City.

## 2014 Budget General Government

	<b>2014 Budget</b>	<b>2013 Actual</b>
Mayor and Council Honorarium	\$ 196,040	\$ 190,431
Conferences and Memberships	133,400	158,494
Administrative	82,000	169,662
Election	25,000	25,000
Grants and Donations		
Atlantic Motorcade	10,000	15,402
Bedeque Bay Environment Association	2,000	2,000
Boys and Girls Club	25,000	20,000
Canadian Seniors Curling Championship	-	5,000
College of Piping	56,300	56,272
Community Safety and Crime Prevention	2,500	-
East Prince Committee on Family Violence	5,000	5,000
East Prince Senior's Initiative	35,000	20,000
East Prince Women's Information Centre	3,000	3,000
Figure Skating	5,000	2,750
Firefighters Curling	-	1,000
Generation XX	27,500	25,000
Governor's Plate	2,500	2,500
Harbourfront Theatre	120,000	132,250
Heather Moyse Scholarship	1,000	-
Holland College Scholarship	3,000	3,000
Holland College	20,000	20,000
Lest We Forget Community Veterans	7,500	-
Lobster Carnival	-	5,000
Minor Basketball	-	500
Minor Hockey	17,000	17,000
Prince County Hospital Foundation	20,000	20,000
Parkview Seniors	1,000	1,000
PEI Crimestoppers	500	500
PEI Golf Association	5,000	-
PEI Association for Newcomers to Canada	5,000	-
PEI Sports Hall of Fame	-	1,000
Special Olympics	3,000	3,000
Summerside and Area Historical Society	2,500	-
Summerside Ringette Association	2,500	2,000
Swimming	5,000	3,000
Other Grants and Donations	6,000	8,010
Miscellaneous Grants and Donations	6,000	4,850
Grants and Donations - Outbound Sport Events	2,000	1,650
	<u>400,800</u>	<u>380,684</u>
Other	25,000	23,464
<b>Subtotal General Government</b>	<b><u>862,240</u></b>	<b><u>947,735</u></b>
Less: Allocated to Other Funds		
Electric Utility	(275,917)	(282,320)
Water Utility	(34,490)	(35,290)
Sewer Utility	(34,490)	(35,290)
	<u>(344,895)</u>	<u>(352,900)</u>
<b>Total General Government</b>	517,345	594,835
Ditch Infilling Reimbursement	-	(8,191)
<b>Net General Government Expenses</b>	<b><u>\$ 517,345</u></b>	<b><u>\$ 586,644</u></b>



## 2014 Budget

### Department of Financial Services

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	<u>2014 Budget</u>	<u>2013 Actual</u>
Salaries and Benefits	\$ 854,051	\$ 910,036
Conferences, Memberships and Training	42,550	30,729
Retirement Benefits	60,000	58,350
Workers' Compensation	171,560	144,612
Administrative	64,000	61,608
Professional Fees	270,000	336,986
Building Operation and Maintenance	229,560	221,804
Summerside Housing Authority	15,000	14,526
Emergency Preparedness	4,500	4,125
Debt Payment - Principal	2,476,520	1,969,927
Debt Payment - Principal (Infrastructure)	326,640	469,044
Debt Payment - Interest	1,540,920	1,559,298
Water/Fire Protection	483,000	483,000
Short Term Interest and Bank Charges	200,000	227,671
<b>Total</b>	<b><u>6,738,301</u></b>	<b><u>6,491,716</u></b>
Less: Allocated to Other Funds		
Electric Utility	(2,156,256)	(2,002,318)
Water Utility	(269,532)	(250,290)
Sewer Utility	(269,532)	(250,290)
	<u>(2,695,320)</u>	<u>(2,502,898)</u>
<b>Net Financial Services Expenses</b>	<b><u>\$ 4,042,981</u></b>	<b><u>\$ 3,988,818</u></b>

**2014 Budget  
 Summerside Raceway**

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	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Revenue</b>	<b>\$ 343,000</b>	<b>\$ 342,958</b>
<b>Expenses</b>		
Building Operation and Maintenance	8,513	8,180
Debt Payment - Principal	172,100	163,416
Debt Payment - Interest	101,750	110,408
Fiscal and Other	60,637	60,954
<b>Total Summerside Raceway Expenses</b>	<b>343,000</b>	<b>342,958</b>
<b>Excess of Revenue over Expenses</b>	<b>\$ -</b>	<b>\$ -</b>



Prince Edward Island

## 2014 Budget Department of Human Resources

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	<b>2014 Budget</b>	<b>2013 Actual</b>
Salaries and Benefits	\$ 302,218	\$ 243,616
Conferences, Memberships and Training	19,500	21,430
Initiatives and Programs	19,300	13,156
Contracted Services	4,000	30,816
Administrative	20,300	26,209
<b>Total</b>	<b>365,318</b>	<b>335,228</b>
Less: Allocated to Other Funds		
Electric Utility	(116,902)	(100,310)
Water Utility	(14,613)	(12,539)
Sewer Utility	(14,613)	(12,539)
	<u>(146,128)</u>	<u>(125,388)</u>
<b>Net Human Resources Expenses</b>	<b>\$ 219,190</b>	<b>\$ 209,840</b>

**2013 Budget**  
**Department of Fire Services**

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	<b>2014 Budget</b>	<b>2013 Actual</b>
Salaries and Benefits	\$ 437,744	\$ 433,570
Conferences, Memberships and Training	16,300	17,884
Vehicle Repair and Maintenance	30,000	34,279
Equipment and Supplies	29,500	28,749
Administrative	21,400	29,878
Building Operation and Maintenance	97,330	89,493
<b>Total Fire Services Expenses</b>	<b><u>\$ 632,274</u></b>	<b><u>\$ 633,853</u></b>



Prince Edward Island

## 2013 Budget Department of Police Services

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	<u>2014 Budget</u>	<u>2013 Actual</u>
<b>Revenue</b>	<b>\$ 28,900</b>	<b>\$ 29,527</b>
<b>Expenses</b>		
Salaries	2,726,027	2,688,455
Benefits	501,281	501,603
Overtime	101,500	183,527
Conferences and Training	21,000	20,430
Vehicle Repair and Maintenance	72,500	79,060
Administrative	47,875	47,334
Building Operation and Maintenance	152,600	157,036
Equipment and Supplies	88,250	83,969
Professional Fees	41,000	68,390
<b>Total Police Services Expenses</b>	<b><u>3,752,033</u></b>	<b><u>3,829,805</u></b>
<b>Excess of Expenses over Revenue</b>	<b><u><u>\$ 3,723,133</u></u></b>	<b><u><u>\$ 3,800,278</u></u></b>

## 2014 Budget

### Department of Economic Development

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	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Venture Centre Building Rental Revenue</b>	<b>\$ 46,596</b>	<b>\$ 42,676</b>
Salaries and Benefits	174,087	182,177
Administrative	13,250	10,802
Meetings and Conferences	8,000	4,487
Program Development	238,000	142,826
Venture Centre Operations	45,535	13,995
Downtown Development	73,000	48,000
Transit Pilot	24,624	12,950
	<u>576,496</u>	<u>415,236</u>
<b>Culture Summerside</b>		
Salaries and Benefits	351,415	347,755
MacNaught Archives Centre	11,194	12,914
Wyatt House Museum	9,250	9,197
Lefurgey Cultural Centre	19,700	19,647
Culture Summerside Properties General	73,380	81,661
Bishop's Foundry Building Operation	5,870	5,839
Armouries Building Operation	14,839	16,694
475 Notre Dame Street Building Operation	-	1,109
	<u>485,648</u>	<u>494,815</u>
Less Recoveries	<u>72,100</u>	<u>74,962</u>
Culture Summerside, Net of Recoveries	<u>413,548</u>	<u>419,853</u>
<b>Total Expenses</b>	<b><u>990,044</u></b>	<b><u>835,089</u></b>
<b>Excess of Expenses over Revenue</b>	<b><u>\$ 943,448</u></b>	<b><u>\$ 792,413</u></b>

## 2014 Budget Summary - Department of Community Services

	Page	2014 Budget			2013 Actual
		Expenses	Revenue	Net	Net
Administration	26	\$ 775,168	\$ 13,670	\$ 761,498	\$ 711,382
Arena	27	1,655,063	620,824	1,034,239	1,277,033
Convention Centre	27	31,000	72,000	(41,000)	(25,762)
Special Events	27	112,500	140,000	(27,500)	9,120
Bowling Lanes	28	105,770	134,000	(28,230)	(22,870)
Pool and Fitness Centre	29	1,030,683	635,500	395,183	319,012
Total Credit Union Place		3,710,184	1,615,994	2,094,190	2,267,916
Green Spaces	30	458,187	31,850	426,337	420,302
Programs	30	81,537	16,500	65,037	67,036
Total		<b>\$ 4,249,908</b>	<b>\$ 1,664,344</b>	<b>\$ 2,585,564</b>	<b>\$ 2,755,254</b>

**2014 Budget**  
**Department of Community Services**

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<b>Administration</b>	<b>2014 Budget</b>	<b>2013 Actual</b>
Building Rental Revenue	<u>\$ 13,670</u>	<u>\$ 12,835</u>
Salaries and Benefits	545,268	500,742
Conferences, Memberships and Training	24,850	14,769
Equipment and Supplies	9,000	8,285
Administrative	151,800	153,351
Building Operations and Maintenance	<u>44,250</u>	<u>47,071</u>
<b>Total Administration Expenses</b>	<b><u>775,168</u></b>	<b><u>724,218</u></b>
<b>Excess of Expenses over Revenue</b>	<b><u>\$ 761,498</u></b>	<b><u>\$ 711,382</u></b>



**2014 Budget**  
**Department of Community Services**

<b>Arena</b>	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Revenue</b>		
Ice Time	\$ 282,674	\$ 213,654
Building Rentals	120,000	112,711
Public Skates	10,000	9,536
Miscellaneous Sales	171,800	186,224
Sky Box Rentals	36,350	33,485
<b>Total Arena Revenue</b>	<b>620,824</b>	<b>555,610</b>
Salaries and Benefits	523,748	658,021
Vehicle Maintenance	32,910	38,721
Equipment and Supplies	7,000	36,813
Administrative	47,705	53,994
Building Operation and Maintenance	1,043,700	1,045,094
<b>Total Arena Expenses</b>	<b>1,655,063</b>	<b>1,832,643</b>
<b>Excess of Expenses over Revenue</b>	<b>\$ 1,034,239</b>	<b>\$ 1,277,033</b>
<b>Veterans Convention Centre</b>		
<b>Revenue</b>	<b>\$ 72,000</b>	<b>\$ 52,132</b>
<b>Expenses</b>	<b>31,000</b>	<b>26,371</b>
<b>Excess of Revenue over Expenses</b>	<b>\$ 41,000</b>	<b>\$ 25,762</b>
<b>Special Events, Net of Revenue</b>	<b>\$ 27,500</b>	<b>\$ (9,120)</b>



Prince Edward Island

## 2014 Budget Department of Community Services

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	<u>2014 Budget</u>	<u>2013 Actual</u>
<b>Bowling Lanes</b>		
<b>Revenue</b>	<u>\$ 134,000</u>	<u>\$ 125,117</u>
<b>Expenses</b>		
Salaries and Benefits	86,170	81,427
Equipment and Supplies	9,030	7,279
Administrative	10,570	13,541
<b>Total Bowling Lanes Expenses</b>	<u>105,770</u>	<u>102,247</u>
<b>Excess of Revenue over Expenses</b>	<u><u>\$ 28,230</u></u>	<u><u>\$ 22,870</u></u>



Prince Edward Island

## 2014 Budget Department of Community Services

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<b>Pool and Fitness Centre</b>	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Revenue</b>	<b>\$ 635,500</b>	<b>\$ 595,461</b>
<b>Expenses</b>		
Salaries and Benefits	650,238	527,924
Equipment and Supplies	42,000	51,068
Administrative	9,425	9,602
Building Operation and Maintenance	329,020	325,879
<b>Total Pool &amp; Fitness Expenses</b>	<b>1,030,683</b>	<b>914,473</b>
<b>Excess of Expenses over Revenue</b>	<b>\$ 395,183</b>	<b>\$ 319,012</b>

**2014 Budget**  
**Department of Community Services**

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<b>Green Spaces</b>	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Revenue</b>	<b>\$ 31,850</b>	<b>\$ 31,425</b>
<b>Expenses</b>		
Salaries and Benefits	307,117	283,908
Equipment and Supplies	151,070	167,819
<b>Total Green Spaces Expenses</b>	<b>458,187</b>	<b>451,727</b>
<b>Excess of Expenses over Revenue</b>	<b>\$ 426,337</b>	<b>\$ 420,302</b>
<b>Programs</b>		
<b>Revenue</b>	<b>\$ 16,500</b>	<b>\$ 12,703</b>
<b>Expenses</b>		
Salaries and Benefits	46,687	42,739
Administrative	6,250	7,076
Canada Day	3,000	2,946
Green Shore Entertainment	5,500	7,503
Nature Fest	4,500	4,399
New Years Eve Celebration	10,000	7,818
New Years Day	5,600	7,258
<b>Total Programs Expenses</b>	<b>81,537</b>	<b>79,739</b>
<b>Excess of Expenses over Revenue</b>	<b>\$ 65,037</b>	<b>\$ 67,036</b>

**2014 Budget**  
**Department of Technical Services**

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	<b>2014 Budget</b>	<b>2013 Actual</b>
Salaries and Benefits	\$ 815,910	\$ 822,645
Conferences, Memberships and Training	15,000	15,537
Administrative	26,500	22,481
Local Transportation	11,900	10,380
IT Fees and Support	8,000	4,910
<b>Total Technical Services Expenses</b>	<b><u>877,310</u></b>	<b><u>875,953</u></b>
Less: Allocated to Other Departments		
Electric Utility	(219,327)	(215,692)
Water Utility	(131,596)	(129,415)
Sewer Utility	(87,731)	(86,277)
	<u>(438,654)</u>	<u>(431,384)</u>
<b>Net Technical Services Expenses</b>	<b><u>\$ 438,656</u></b>	<b><u>\$ 444,569</u></b>

**2014 Budget**  
**Department of Public Works**

	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Revenue</b>		
Culvert Installation	\$ 5,000	\$ 4,688
Utility Use of Right of Ways	-	12,430
Other Revenue	750	700
<b>Total Public Works Revenue</b>	<b>5,750</b>	<b>17,818</b>
<b>Expenses</b>		
Salaries and Benefits	204,993	198,857
Administrative	21,500	19,371
	<u>226,493</u>	<u>218,227</u>
<b>Snow Removal</b>		
Salaries and Benefits	109,314	79,554
Overtime	105,181	112,024
Equipment - Other	99,732	113,013
Salting	224,538	249,437
Winter Maintenance Contract	220,604	216,279
	<u>759,368</u>	<u>770,306</u>
<b>Street Maintenance</b>		
Salaries	159,856	157,564
Overtime	19,129	16,940
New Culverts	4,482	4,511
Replace Culverts	50,055	57,298
Ditch Cleaning - Summer	5,801	4,101
Ditch Cleaning - Winter	4,249	5,929
Patching and Supplies	318,080	292,635
Street Lighting	459,044	449,386
Traffic Lights	79,971	74,944
	<u>1,100,667</u>	<u>1,063,307</u>
Building Operation and Maintenance	<u>106,622</u>	<u>108,057</u>
Equipment Maintenance	<u>226,130</u>	<u>246,333</u>
<b>Total Public Works Expenses</b>	<b>2,419,280</b>	<b>2,406,230</b>
<b>Excess of Expenses over Revenue</b>	<b>\$ 2,413,530</b>	<b>\$ 2,388,412</b>



Prince Edward Island

## 2014 Budget Capital Budget

### General Fund

	<b>2014 Budget</b>	<b>2013 Actual</b>
Financial Services	\$ 15,000	\$ 19,830
Summerside Raceway	-	-
Human Resources	-	11,476
Fire Services	272,000	55,112
Police Services	118,550	136,962
Economic Development	3,389	67,269
Community Services	413,837	386,790
Technical Services	1,347,868	1,221,675
Municipal Services	157,500	182,283
<b>Capital Expenditures out of Operations</b>	<b>2,328,144</b>	<b>2,081,396</b>
<b>Capital Fund - Land Purchase</b>	-	30,000
<b>Capital Fund - Storm Sewer Upgrades</b>	3,136,200	769,460
<b>Capital Fund - Credit Union Place Equipment</b>	225,000	-
<b>Capital Fund - Other Capital Infrastructure</b>	716,000	-
<b>Capital Fund - Street Upgrades</b>	700,000	-
<b>Capital Fund - Sidewalk Upgrades</b>	300,000	-
<b>Total Capital Expenditures from General Fund</b>	<b>7,405,344</b>	<b>2,880,856</b>
<b>Utilities</b>		
Electric Utility	2,961,500	1,771,291
Electric Thermal Storage	48,050	34,287
Summerside Community Network	119,800	33,817
Water Utility	737,117	528,359
Sewer Utility	1,311,043	163,096
<b>Total Capital Expenditures from Utilities</b>	<b>5,177,510</b>	<b>2,530,849</b>
<b>Total Capital Expenditures</b>	<b>\$ 12,582,854</b>	<b>\$ 5,411,705</b>



Prince Edward Island

## 2014 Budget Electric Utility

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	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Revenue</b>		
Residential	\$ 7,336,826	\$ 7,008,093
Commercial	10,237,746	9,923,558
Industrial	1,269,364	1,205,814
Street Lights	412,692	405,509
Outside Area Lights	61,481	60,383
Unmetered	41,026	40,311
<b>Total Sales</b>	<b><u>19,359,135</u></b>	<b><u>18,643,667</u></b>
<b>Other Income</b>		
Pole Rentals	109,975	109,975
Penalties	162,180	136,725
Miscellaneous	75,000	76,966
	<u>347,155</u>	<u>323,666</u>
<b>Total Revenue</b>	<b><u>19,706,290</u></b>	<b><u>18,967,333</u></b>
<b>Total Expenses (See Following Pages)</b>	<b><u>19,031,575</u></b>	<b><u>18,408,468</u></b>
<b>Surplus</b>	<b><u>\$ 674,715</u></b>	<b><u>\$ 558,866</u></b>



## 2014 Budget Electric Utility

	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Power Purchased</b>		
Electric Power Purchased	\$ 7,809,928	\$ 7,338,980
Summerside Wind Energy Purchases	2,801,599	2,697,257
NB Transmission & Losses	168,000	42,000
PE Transmission & Losses	833,244	809,613
Wind Farm Operations	292,268	203,996
	<u>11,905,039</u>	<u>11,091,846</u>
<b>Generation Operations</b>		
Labour	243,612	233,294
Major Equipment Repair	75,000	92,353
Equipment Maintenance	52,037	12,724
Fuel	150,000	3,081
Building Operation and Maintenance	118,890	93,874
Water	5,000	4,758
Lubricants	25,000	21,276
Office	1,200	1,214
	<u>670,739</u>	<u>462,574</u>
<b>Distribution Operations</b>		
Salaries	155,592	153,233
Equipment	8,193	14,216
Building Heat	16,273	15,953
Building Maintenance	3,124	4,495
	<u>183,182</u>	<u>187,898</u>
<b>Substation</b>		
Labour	9,483	9,277
Materials	59,441	59,812
	<u>68,924</u>	<u>69,089</u>
<b>Underground Conduit &amp; Cables</b>		
Labour	3,613	3,497
Materials	7,415	5,537
Total Underground Conduit & Cables	<u>11,028</u>	<u>9,034</u>

## 2014 Budget Electric Utility

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	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Overhead Conductors</b>		
Labour	64,583	63,780
Materials	44,819	62,477
	<u>109,402</u>	<u>126,257</u>
<b>Poles &amp; Fixtures</b>		
Labour	56,466	51,338
Materials	42,814	18,589
	<u>99,280</u>	<u>69,927</u>
<b>Transformers</b>		
Labour	13,600	14,755
Materials	13,169	6,121
	<u>26,769</u>	<u>20,876</u>
<b>Services</b>		
Labour	28,724	30,560
Materials	15,585	10,716
	<u>44,309</u>	<u>41,277</u>
<b>Street Lighting</b>		
Labour	29,159	28,213
Materials	48,585	49,496
	<u>77,744</u>	<u>77,709</u>
<b>Meters</b>		
Labour	32,354	31,241
Materials	15,924	28,139
Meter Testing	2,970	80
	<u>51,248</u>	<u>59,460</u>
<b>Customer Service</b>		
Labour	144,617	88,762
Materials	190	56
	<u>144,807</u>	<u>88,819</u>

## 2014 Budget Electric Utility

	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Administration</b>		
Salaries and Benefits	496,373	469,490
Clothing	17,500	11,383
Workers' Compensation	25,760	23,654
Travel and Training	30,000	21,918
Equipment and Supplies	41,915	56,752
Administrative	83,783	78,338
Building Operation & Maintenance	213,916	183,589
Pensioner Medical Benefits	8,289	7,247
	<u>917,536</u>	<u>852,371</u>
<b>Other</b>		
Professional Fees	493,869	531,305
Bad Debts	5,000	76,752
Inventory Adjustment	-	880
Deposit Interest	4,000	3,227
Regulatory Expenses	20,000	20,000
Miscellaneous	34,500	34,336
Taxes	247,060	220,782
	<u>804,429</u>	<u>887,283</u>
<b>Financial</b>		
Debt Payment - Principal	645,100	623,376
Debt Payment - Interest	268,759	253,753
Interest - Operating Loan	100,000	96,644
	<u>1,013,859</u>	<u>973,773</u>
<b>Interfund Allocations</b>		
Fee for City Hall and Other Buildings	67,300	67,300
Fee to General Fund	-	650,000
Interfund Allocations		
General Government	275,917	282,320
Financial Services	2,156,256	2,002,318
Human Resources	116,902	100,310
Technical Services	219,327	215,692
Adjustment to Electro Thermal Storage Program	67,578	72,335
	<u>2,903,280</u>	<u>3,390,275</u>
<b>Total Expenses</b>	<b><u>\$ 19,031,575</u></b>	<b><u>\$ 18,408,468</u></b>

**2014 Budget  
 Electro Thermal Storage Program**

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	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Sales</b>	<b>\$ 321,610</b>	<b>\$ 246,005</b>
<b>Expenses</b>		
Cost of Goods Sold	261,315	213,249
Salaries and Benefits	92,373	87,373
Administrative	17,200	9,541
Debt Payment - Principal	13,500	4,055
Debt Payment - Interest	4,800	4,121
Adjustment from Electric Utility	(67,578)	(72,335)
<b>Total Electro Thermal Storage Program Expenses</b>	<b>321,610</b>	<b>246,005</b>
<b>Surplus</b>	<b>\$ -</b>	<b>\$ -</b>



Prince Edward Island

## 2014 Budget Summerside Community Network

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	<u>2014 Budget</u>	<u>2013 Actual</u>
<b>Revenue</b>	<b>\$ 579,392</b>	<b>\$ 580,616</b>
<b>Expenses</b>		
Bandwidth Costs	75,000	60,411
Installs and Servicing	127,869	140,420
Equipment and System Maintenance	107,293	107,511
Customer Service Costs	30,125	71,293
Building Operation and Maintenance	105,455	91,155
Debt Payment - Principal	119,300	92,500
Debt Payment - Interest	14,350	17,326
	<u>579,392</u>	<u>580,616</u>
<b>Surplus</b>	<b>\$ -</b>	<b>\$ -</b>

## 2014 Budget Water Utility

	<b>2014 Budget</b>	<b>2013 Actual</b>
Unmetered Sales	\$ 1,066,161	\$ 886,621
Metered Sales	304,383	253,126
Public Fire Protection	483,000	483,000
Penalties	4,133	4,048
Miscellaneous	8,377	8,470
<b>Total Revenue</b>	<b>1,866,054</b>	<b>1,635,264</b>
<b>Distribution Expenses</b>		
Maintenance of Reservoir	31,368	32,562
Water Treatment	56,235	56,018
Maintenance of Mains	182,369	236,427
Maintenance of Services	48,780	42,333
Maintenance of Meters	5,572	6,498
Maintenance of Hydrants	27,087	16,927
Maintenance of Plant	47,039	42,796
Supplies and Expenses	250	148
Insurance	46,820	43,678
Salaries - Administration	64,565	63,299
Employee Benefits	45,112	49,390
Workers' Compensation	6,620	4,480
Vehicle Maintenance, Net of Recoveries	(32,582)	(33,737)
	<u>529,235</u>	<u>560,819</u>
Other Expenses (see Following Page)		
Pumping	154,104	146,048
Administration and Other	48,635	50,717
Overhead	667,000	650,389
Interfund Allocations	292,905	361,523
<b>Total Distribution Expenses</b>	<b>1,691,879</b>	<b>1,769,496</b>
<b>Surplus (Deficit)</b>	<b>\$ 174,175</b>	<b>\$ (134,233)</b>

**2014 Budget  
 Water Utility**

	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Water Expenses Continued</b>		
<b>Pumping</b>		
Salaries	1,040	1,020
Overtime	1,096	617
Pumping Electricity	117,064	114,623
Maintenance	34,904	29,788
<b>Total Pumping</b>	<b>154,104</b>	<b>146,048</b>
<b>Administration and Other</b>		
Meter Labor	10,178	9,979
Office Expenses	13,500	15,394
Communication Expenses	7,278	5,584
Taxes	10,253	10,253
Adjusters/Claims	550	545
Conventions and Training	4,500	3,113
Pension Medical Benefits	2,377	2,377
Amortization	-	3,473
<b>Total Administration</b>	<b>48,635</b>	<b>50,717</b>
<b>Financial</b>		
Debt Payment - Principal	436,100	406,178
Debt Payment - Interest	230,900	244,211
	<b>667,000</b>	<b>650,389</b>
<b>Interfund Allocations</b>		
General Government	34,490	35,290
Financial Services	269,532	250,290
Human Resources	14,613	12,539
Technical Services	131,596	129,415
Adjustment from Sewer	(157,326)	(66,011)
<b>Total Interfund Allocations</b>	<b>292,905</b>	<b>361,523</b>

## 2014 Budget Sewer Utility

	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Revenue</b>		
Customer Revenue	\$ 3,034,767	\$ 2,784,185
Penalties and Miscellaneous	8,118	7,904
Revenue from Sludge Treatment	57,800	56,667
Revenue from Bio-Solids	55,080	48,008
<b>Total Revenue</b>	<b>3,155,765</b>	<b>2,896,764</b>
<b>Distribution Expenses</b>		
Salaries - Administration	42,444	41,611
Maintenance of Lift Stations	37,647	43,940
Maintenance of Mains	86,678	85,166
Maintenance of Services	49,060	75,655
Maintenance of Plant and Warehouse	60,829	60,254
Property Insurance	32,600	31,128
Employee Benefits	18,120	23,736
Workers' Compensation	4,413	2,987
Machinery Maintenance	41,127	55,720
Vehicle Maintenance, Net of Recoveries	(19,505)	(16,241)
	<b>353,413</b>	<b>403,955</b>
<b>Operating Expenses</b>		
Solid Waste Disposal	15,000	12,656
Salaries and Benefits	463,562	437,149
Insurance	19,900	15,660
Transportation	7,675	8,702
Electricity - Lift Stations	55,913	54,710
Electricity - Plant	213,986	209,380
Electricity - Lagoon	37,335	35,272
Water	2,140	2,098
Fuel	119,791	117,442
Chemicals	294,359	285,785
Maintenance - Building	32,000	27,735
Maintenance - Lagoon	6,000	3,700
Plant Machinery	80,000	71,971
Lift Station Maintenance	5,000	215
Sludge Collections and Lines	15,000	16,313
Operating Supplies	26,000	23,071
General Expenses	5,000	6,022
Bio-Solids Loading Costs	5,000	2,040
	<b>1,403,661</b>	<b>1,329,921</b>





Prince Edward Island

## 2014 Budget Sewer Utility

	<b>2014 Budget</b>	<b>2013 Actual</b>
<b>Administration and Other</b>		
Office Expenses	13,960	102,209
Telecommunications	14,941	13,784
Convention	5,000	2,715
Taxes	6,835	6,835
Pensioner Medical Benefits	1,585	1,585
	<u>42,321</u>	<u>127,127</u>
<b>Financial</b>		
Debt Payment - Principal	459,600	242,091
Debt Payment - Interest	332,130	326,902
	<u>791,730</u>	<u>568,993</u>
<b>Interfund Allocations</b>		
General Government	34,490	35,290
Financial Services	269,532	250,290
Human Resources	14,613	12,539
Technical Services	87,731	86,277
Adjustment to Water	157,326	66,011
Total Interfund Allocations	<u>563,692</u>	<u>450,407</u>
<b>Total Expenses</b>	<u><b>3,154,818</b></u>	<u><b>2,880,404</b></u>
<b>Surplus</b>	<u><b>\$ 947</b></u>	<u><b>\$ 16,360</b></u>

## **City of Summerside 2014 Budget Highlights**

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- A \$45 million budget for 2014: General Government - \$20 million and Utility Budget - \$25 million.
- Twentieth consecutive general fund balanced budget for the City of Summerside, with a projected surplus of \$516,000.
- General Fund long term debt will decrease by \$2.1 million – the seventh consecutive year of reduction.
- No increase in property tax rates.
- User fees and lighting charges for all City of Summerside outdoor recreation facilities will be eliminated again this year.
- Pre-school skates at Credit Union Place will continue to be offered free of charge.
- We have committed donations of over \$400,000 to various community organizations within the City.
- Support for Downtown Summerside of \$73,000 (including \$25,000 in one-time funding) to supplement their Business Improvement Levy.
- In total we will spend \$2.3 million from general revenues on capital improvements.
- We have allotted over \$600,000 for new sidewalks and sidewalk reconstruction.
- We will spend almost \$400,000 on new equipment and infrastructure for our Fire and Police Services.
- We have allotted \$4.4 million for street and storm sewer upgrades.
- The city will devote \$1.3 million to the Sewer Utility for capital improvements.
- The city will devote \$737,000 to the Water Utility for capital improvements.
- The city will devote almost \$3 million to the Electric Utility for capital improvements including the next phase of MyPowerNet.
- The city will invest \$90,000 in two new electric cars for Municipal Services.
- 2014 Honorariums for Mayor and Council will include a 2% cost-of-living adjustment to their 2013 rates.
- User rates for recreation as well as arts and culture programs will be adjusted up by 2%.
- The rate for water will be adjusted up by \$3.37 per month and the rate for sewer will be adjusted up by \$3.46 per month for residential households and by the same percentage for metered customers. This rate adjustment is necessary to enable current and future enhancements to water and sewer infrastructure. The combined water and sewer rate will continue to compare favorably with rates in other Island municipalities.