

GRAND BEND AREA JOINT SEWAGE BOARD

Report STB 06-2021

Board Meeting Date: November 25, 2021

TO: Chair Finch and Board Members

FROM: Steve McAuley, Chief Administrative Officer, Lambton Shores

RE: 2022 Final Budget

RECOMMENDATION:

THAT Report STB 06-2021 regarding the “2022 Final Budget” be received; and

THAT the Grand Bend Area Joint Sewage Board approves the final 2022 Budget attached; and

THAT the final 2022 budget be forwarded to the Municipal Councils of Lambton Shores and South Huron for Council Approval.

SUMMARY

This report presents the revised final 2021 budget for the Board’s approval.

BACKGROUND

At the September 30th, 2021 meeting, the Board reviewed the draft 2022 budget and the following motion was passed:

THAT Report STB 4-2021 regarding the “2022 Draft Budget” be received; and

THAT the Grand Bend Area Joint Sewage Board recommends that the 2022 Budget attached be forwarded to the Municipal Councils of Lambton Shores and South Huron for comment. Carried

Based on the resolution passed, the draft budget was forwarded to both Municipalities for comment. South Huron Council discussed the draft budget at their October 18th and November 15th, 2021 Council meetings, a copy of a letter from South Huron indicating the same is attached for the Board’s review. Lambton Shores received a staff report on the 2022 budget at their October 19th and passed the following resolution with no additional comments:

THAT Report DCS 41-2021 regarding the Grand Bend Area Joint Sewage Board 2022 Draft Budget be received. Carried

The Tri-Party Agreement includes the following clause

20. Joint Sewage Board Approval

The Joint Sewage Board is to take all necessary steps to have the draft Budgets completed and approved by November 30 in each preceding calendar year and then submit it to the Municipal Councils of the Participating Municipalities for approval before December 31st.

Based on the above, the Board is now in a position to approve the budget and forward it on to South Huron and Lambton Shores for final approval and inclusion in their respective budgets.

The Final budget is being presented, as attached. No changes have been made to the draft, with the exception that the year-to-date 2021 financials have been updated to October 31, 2021.

ALTERNATIVES TO CONSIDER

The Board could make changes to the budget; however any changes would be made without the opportunity for comment from South Huron or Lambton Shores.

RECOMMENDED ACTIONS

THAT Report STB 07-2019 regarding the “2022 Budget Approval” be received; and

THAT the Grand Bend Area Joint Sewage Board approves the final 2022 Budget attached; and

THAT the final 2022 budget be forwarded to the Municipal Councils of Lambton Shores and South Huron for Council Approval.

FINANCIAL IMPACT

The 2022 final budget currently is established at \$ 718,042.17 which includes a transfer to reserve of \$ 221,898.59 for Capital replacement. Based on the averaged flow data, the municipal split is estimated as follows:

Lambton Shores: \$468,497.21 – An increase of \$33,282.13 over 2021
South Huron : \$249,544.96 – A decrease of 20,682.50 over 2021

Actual municipal invoicing will be based on actual flows realized at the end of the year.

CONSULTATION

South Huron Council
Lambton Shores Council