

STATEMENT OF REVENUE AND EXPENSES AND ACCUMULATED NET REVENUE

In accordance with By-law 01-2006 and with article 1.9.1.1. of Division C of the Ontario Building Code; this report is to indicate the previous year's direct and indirect costs of administering the Ontario Building Code. The report shows the total permit fees collected and provides a breakdown into the following types:

	<i>Actual cost for the year 2011</i>	<i>Actual cost for the year 2012</i>	<i>Actual cost for the year 2013</i>
<u>Income</u>			
- Residential	51,290.50	32,448.97	57,118.70
- Non- Residential	6,733.00	21,979.00	34,074.97
- Agricultural	6,595.00	7,128.50	7,475.00
- Administrative & Bylaw	64,960.00	49,475.00	123,653.00
- Transfer from Reserve	43,050.00	60,950.00	77,705.55
Total	\$ 172,628.50	\$ 171,981.47	\$ 300,027.22
<u>Expenditure</u>			
<i>Direct Costs</i>			
(Salaries, Benefits, Holidays, Inspection and Review Services, Vehicle and Fuel, Repairs Refunds of fees collected)	\$ 153,322.59	\$ 152,965.99	\$ 198,142.73
<i>Indirect Costs</i>			
(Insurance Premiums, Office Supplies, Forms, Legal Fees, Training & Professional Development Office Equipment and Repairs, General Administration Costs (Heat, Hydro, etc.) approx. 6% of overall, Capital Expenditures Bank Fees)	\$ 10,989.31	\$ 9,359.79	\$12,935.05
<i>Transfer to Reserves</i>			
(Liability for unearned fees, permits spanning multiple years for construction, capital needs)	\$ 69,175.00	\$ 70,107.00	\$ 115,033.00
Total Expenditures	\$ 233,486.90	\$ 232,432.78	\$ 326,110.78
Excess Cost over Fees	(\$ 60,858.40)	(\$60,451.31)	(\$ 26,083.56)
Current Reserves	\$ 219,215.16	Current Known Liabilities	\$ 201,158.00

Comparison against dollars received:

The year 2013 saw a substantial increase to both the value and number of housing starts in North Dundas. The increase in permit fees and the increase in values contributed to an increase in both revenues and expenses from the previous year are reflected in a 90% "recovery rate" which is higher than most years. By "recovery rate" I am referring to the funds necessary to run the Building Department recovered through permit fees as opposed to general taxation. A 74% "recovery rate" is common for Building Departments of our size and serving a similar demographic and growth rate.

Comments and any recommendations from the Chief Building Official:

Although permit fees are substantially increased in 2013 along with that are an increase in expenses as is understandable as permit fees are supposed to reflect the cost of doing business. In 2013 the department needed to replace a vehicle and upgrade its software environment to meet reporting requirements of the Ministry, CMHC TARION, MPAC and Stats Canada. Reserves for the Building Department were depleted for these capital purchases and should be built up again to accommodate future vehicle replacements in 5 to 7 years time.

Gregory Trizisky CBCO
 Chief Building Official
 Township of North Dundas