

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 2013</i>	<i>Actual cost for the year 2014</i>	<i>Actual cost for the year 2015</i>
<u>Income</u>			
- Residential	57,118.70	42,153.50	28,423.90
- Non- Residential	34,074.97	66,632.81	20,703.38
- Agricultural	7,475.00	8,026.00	5,015.00
- Administrative & Bylaw	123,653.00	67,345.00	48,590.50
- Draw upon Assets	77,705.55	74,583.00	53,762.00
Total	\$ 300,027.22	\$ 258,740.31	\$ 156,494.78
<u>Expenditure</u>			
<i>Direct Costs</i>			
(Salaries, Benefits, Holidays, Inspection and Review Services, Vehicle and Fuel, Repairs Refunds of fees collected)	\$ 198,142.73	\$ 233,409.00	\$ 215,286.40
<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)	\$12,935.05	\$26,524.82	\$ 20,096.9
<i>Increase in Assets</i>			
(Liability for future refunds, transfer to reserves for capital needs, multi year permits, etc)	\$ 115,033.00	\$ 59,500.00	\$ 49,250.00
Total Expenditures	\$ 326,110.78	\$ 319,433.82	\$ 284,633.30
Excess Cost over Fees	(\$26,083.56)	(\$ 60,693.51)	(\$ 128,138.52)
Current Assets \$ 195,908.13.00	Current Liabilities	\$ 171,000.00	

Comparison against dollars received:

As reported last year, the years 2013 and 2014 saw a substantial increase to both the value and number of permit starts in North Dundas, the expenses for which were seen mostly in 2014 and 2015. With 2015 having one of the poorest Building starts in recent history our "recovery rate" has hit a low of 55%. By "recovery rate" I am referring to the funds necessary to run the Building Department recovered through permit fees as opposed to general taxation. In previous years a 74% "recovery rate" was considered average for Building Departments of our size and serving a similar demographic and growth rate. We are not alone with respect to a drop in building permits, many of the municipalities in the area have witnessed a similar reduction.

Comments and any recommendations from the Chief Building Official:

Some of the other municipalities in the area have reserves built up so that they can draw upon those reserves in years such as these so that they can maintain budgetary requirements. As can be seen above our assets do cover our liabilities but not substantially. As Building Permit fees have not been adjusted since 2012 I would recommend an increase in fees to reduce the draw upon general taxation and to consider increasing reserves to accommodate for future budget short falls.

Gregory Trizisky CBCO
 Chief Building Official
 Township of North Dundas