

RE: GREATER VANCOUVER SEWERAGE AND DRAINAGE DISTRICT LEVY  
 1981 BUDGET

The following is a report from the Municipal Treasurer re the above.

RECOMMENDATION:

THAT this report be received for information purposes.

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TO: MUNICIPAL MANAGER 1981 June 23  
 FROM: MUNICIPAL TREASURER File: '81 Budg. Gen.  
 RE: GREATER VANCOUVER SEWERAGE AND DRAINAGE DISTRICT LEVY  
 1981 BUDGET

RECOMMENDATION:

1. THAT this report be received for information purposes.

REPORT

Burnaby's share of operating the Greater Vancouver Sewerage and Drainage District is provided for in the Sanitary Sewer System budget. When the 1981 annual budget was finalized, the provisional budget estimate was used. That estimate provided for a 10% increase in operating and maintenance costs over 1980. Because of the strike, final 1981 figures were not available from the G.V.S.& D.D. when the budget was finalized.

The 1981 Final budget for the G.V.S.&D.D. has been received. It calls for a payment of \$436,000 more than has been provided in the annual budget. This is made up as follows:

GVS&DD 1980 Costs		Provided in 1981 Budget	GVS&DD 1981 Requirement	% Inc. Over 1980	Shortfall
\$		\$	\$		\$
1,803,685	Debt charges	1,833,265	2,106,963	17	273,698
34,302	Administration & general	34,302	43,200	26	8,898
881,276	Operations & maintenance	968,884	1,164,020	32	195,136
35,843	Research & development	35,843	(5,284)		(41,127)
(21,482)	Waste disposal	(21,482)	(21,821)		(339)
<u>2,733,624</u>	Total	<u>2,850,812</u>	<u>3,287,078</u>		<u>436,266</u>

The increase in debt charges represents the first time charge for Burnaby's share of \$8 million borrowed by the G.V.S.& D.D. in 1980 to finance an extension of the Annacis Island Treatment Plant.

The increase in Operations includes picking up 1980 overexpenditures as well as substantial increases in electricity and chlorine costs.

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Because the sewer system is subsidized out of general revenue, the full \$436,000 shortfall will have to come out of general revenue. The 1981 budget has a \$500,000 contingency. It will be used to make up the G.V.S. & D.D. shortfall until such time as the budget is recast.

Work has started on recasting the 1981 budget. 1981 September 28 has been tentatively set as a target date to have the Recast Budget before Council. If a deficit results at recast time, it may require that some programs be reduced. Alternatively, some capital programs proposed for 1981 financed out of general revenue may need to be financed by borrowing.



MUNICIPAL TREASURER