Victoria Park Community Council

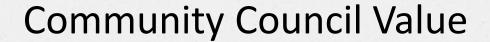
2017 BUDGET November 17 & 18, 2016

Purpose

- Victoria Park Community Council
- Present proposed 2017 budget

Ground Rules

- Commitment to treat each other with respect
- Recognition that all want what is best for Victoria Park
- Follow rules for asking questions and wait to be recognized



- What Does the Community Council Do for You?
 - Provides for Contract Savings for all of Victoria Park
 - Bright House Cable Cost of \$64.18 compared to \$130.00
 - Savings on Reclaim Water Plus Water Use Rights Assigned to the Entire Community (Well Water Usage)
 - Protects Property via the Ability to Move Water from Flooded Areas and Disburse the Excess Water
 - Makes Multiple Amenity Facilities & Pools Available to Residents



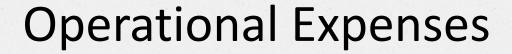


What is included in the Council Budget?

- Functions shared across the Victoria Park Community
 - General & Administrative (includes Lifestyle Programs)
 - Contract Services (includes Landscape Maintenance)
 - Repair & Maintenance (Common Areas)
 - Utilities
 - Irrigation & Storm Management
 - Insurance
 - Reserves
 - Bright House Cable and Digital Road Runner
 - Street lights

Council Budget

- Separated into three sections
 - Operational Expenses
 - Paid by each contributing entity
 - Reserves
 - Paid by completed units only (golf, commercial & homes)
 - Cable & Internet
 - Paid by completed homes



- Allocated to each entity
- Each charged based on their percentage of units when the community is complete

	<u>UNITS</u>	<u>%</u>
VP HOA	2,304	67.43 %
Gardens HOA	1,070	31.31 %
Golf course	25	0.73 %
Commercial	<u> 18</u>	0.53 %
	3,417	100 %

Reserves

- \$9.35 per completed unit per month
 - Based on reserve study recommended funding plan. New reserve study under review for revisions/corrections.
 - Paid by completed units (golf, commercial & homes)

Cable & Internet

- Increase 4% for 2017 per contract
 - \$62.40 per home per month to \$64.18
 - Increase is calculated on base amount not including taxes.
 - New contract includes:
 - Improved internet speed (25 MBPS)
 - 1 HD Box and up to 4 digital adapters
 - Premium Cable Package
 - Annual increase reduced from 5% to 4% (Will result in approximately \$180,000 savings over 5 year agreement)
- Regular residential price \$130.00

Council Budget

- Council Operational Expenses
 - \$5.33 per unit, per month increase or \$63.96 per unit, per year compared to 2016
 - Increases
 - General & Administrative
 - Contract Services
 - Utilities
 - Irrigation System
 - Reductions
 - General Repairs & Maintenance

Victoria Park Community Council Budget

PER HOME PER MONTH

	2016		2017	Difference	
General & Administration	\$	14.66	\$ 16.94	\$	2.28
Contract Services	\$	15.30	\$ 16.56	\$	1.26
Repairs & Maintenance	\$	10.55	\$ 9.58	\$	(.97)
Utilities	\$	2.51	\$ 2.52	\$.01
Irrigation System	\$	17.02	\$ 19.79	\$	2.77
Insurance	\$.77	\$.77	\$	0.0
Community Council Reserves (Pass through)	\$	8.00	\$ 9.35	\$	1.35
Cable/Internet (Pass through)	\$	62.40	\$ 64.18	\$	1.78
Total per unit per month	\$	131.21	\$ 139.68	\$	8.47
Quarterly assessment	\$	393.64	\$ 419.04	\$	25.40

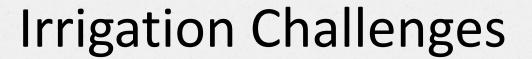


Community Council Budget Opportunities & Issues

- Street light project
 - Conversion completed December 2011
 - On-going lamp installations in new areas/homes
 - Repair & Maintenance
- Cable/Internet
 - 4% increase for 2017 and future increases likely
- Reserve Funding
 - Funding per reserve study An increase of \$1.35 per month, per unit based on the preliminary reserve study and anticipated revisions.
 - Per unit amount dependent on total number of units

VP LED Electric Street Lamps

- Continues to save Victoria Park more than \$507,000 per year as compared to original gas lamps
- \$15/month/home Street Lamp fee
 - Deposited into separate bank account
 - Repay original \$1.15M loan
 - Loan Payment \$244,990 per year
 - Projected loan payoff Late 2016
- New lights approximately 80 additional for 2017



Continued abuse of irrigation watering

Higher reuse water purchases

- Education
- Control valves activated
- Irrigation maintenance schedule changes beginning 1/1/2017
- Fines



Bottom Line

- Net \$8.47 per unit per month increase
- Net \$25.40 per unit per quarter increase
- Main future risks for increases
 - Staff Wages/Benefits
 - Irrigation Water
 - Insurance
 - Reserves
 - Cable/Internet

Q & A