



# **AUTOMATED TRAFFIC ENFORCEMENT**

**April 15, 2019**

# *Overview*

- Updated information on approved motions and recommendations.
- Further information on revenue allocation.
- Introduce Council Policy.

# *Updated Information*

## Failure to Stop

- AJSG opinion
- Warning ticket
  - No distinction on “type” (applicable to all)
  - Nothing stopping but asked why
- Tolerance on rolling stops (i.e. certain speed limit) – RCMP decision but isn’t ever likely nor recommended
- Manned enforcement considerations
  - Could increase over ATE
  - Fine is same but also comes with automatic point reductions (no discretion)
- Example of data

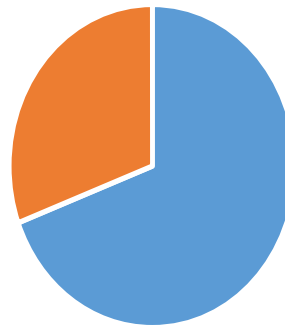
# ***Updated Information***

## **Failure to Stop**

There were 1,228.75 hours of enforcement of Failure to Stop at a stop sign.

During this time there were 4,671 violations witnessed and 3,237 tickets issued.

2018 Stop Sign violations witnessed vs tickets issued

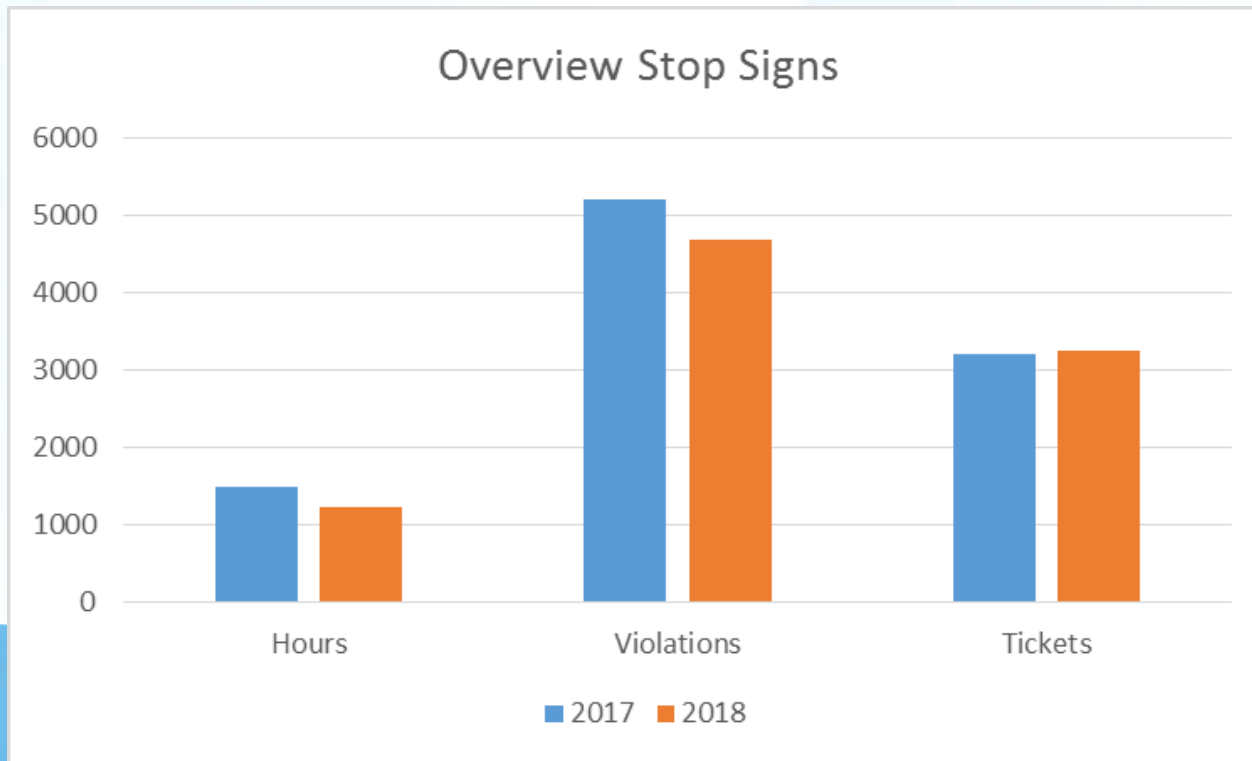


■ Tickets ■ No ticket

# Updated Information

## Failure to Stop

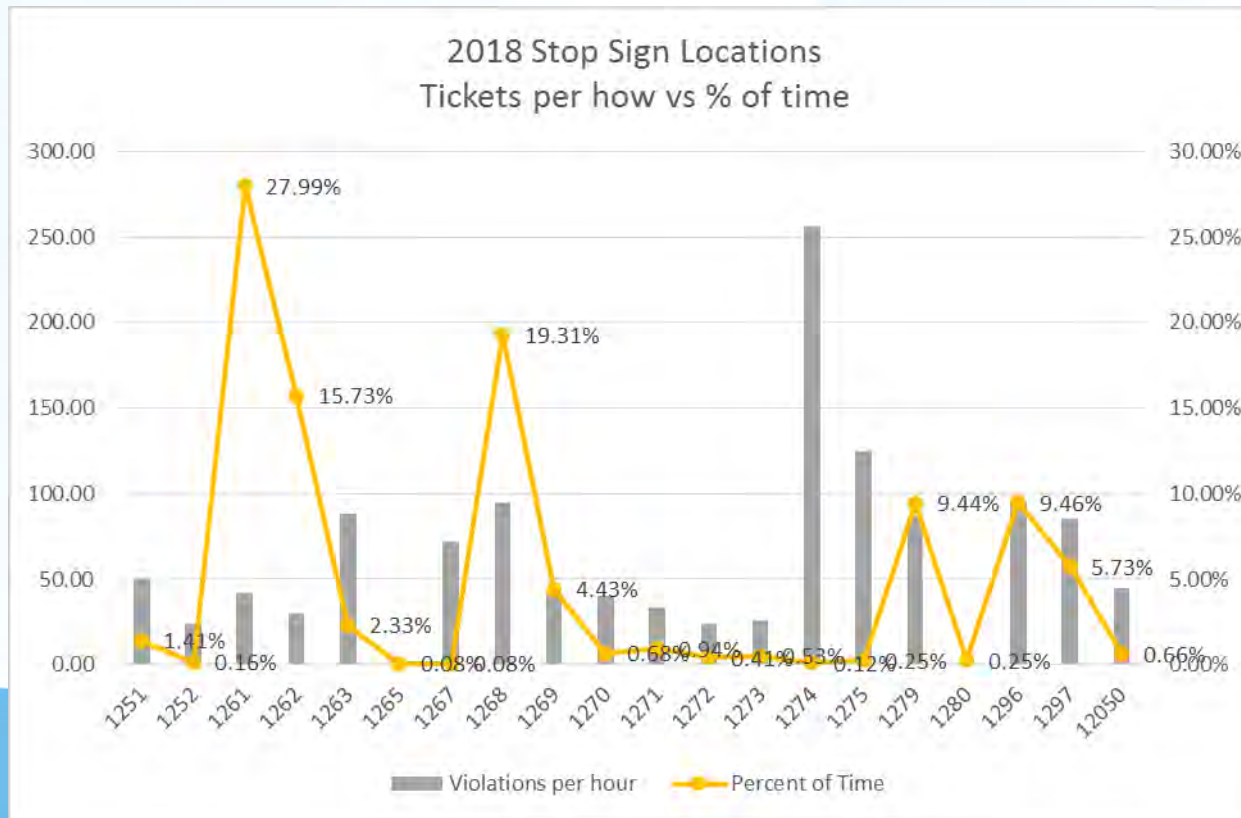
Comparison to 2017





# Updated Information

## Failure to Stop



# ***Updated Information***

## Mobile ATE Hours

- Consideration of reduced hours now vs. in future
- RFP will include a 10% reduction over current mobile ATE hrs
- Contract does state and will continue to state we could do more if requested or necessary

## FAQ's

- On website and available with other requirements by June 1

## Advisory Committee

- Bringing forward ASAP.

# ***Revenue Allocation***

- Recommended motion defeated on Mar 25, 2019
- Commitment to bring further information from administration
- Finance was not present during first two discussions
- 2020-2022 Corporate Plan being worked on as we speak



# *Revenue Allocation*

Two issues: Perception & Dependency

## Perception

- Report and presentation discussed perception on both sides.
- Council concern is the “general revenue” perception.
- Revenue is revenue.
- All other recommendations will significantly address transparency and perception.
- Allow for those recommendations to be implemented vs. changing a significant accounting practice for the City.
- Far greater breakdown and disclosure on what we spend on safety initiatives (example in subsequent slides).

# *Revenue Allocation*

## Dependency

- How is “dependency” viewed?
  - City is “dependent” on all revenue projections (user fees, building/development, offsite levies, fines).
  - Percentage of overall expenses?
  - Relation to 1% of tax?
- Where revenues get allocated to does not change dependency.
- Reserves trigger additional accounting processes and decision making.
- City already has “accumulated surplus” concerns.

# Revenue Allocation

## Dependency

Revenue to General Rev.	Year 1	Year 2	Year 3	Year 4
Net Revenue	\$1,000,000	\$ 1,000,000	\$1,000,000	\$ (1,000,000)
Allocated to Reserve	\$ -	\$ -	\$ -	\$ -
Remaining Revenue	\$1,000,000	\$ 1,000,000	\$1,000,000	\$ (1,000,000)
Budget Shortfall/Decision	\$ -	\$ -	\$ -	\$ (1,000,000)

Dedicate 20% to Reserve	Year 1	Year 2	Year 3	Year 4
Net Revenue	\$1,000,000	\$ 1,000,000	\$1,000,000	\$ (1,000,000)
Allocated to Reserve	\$ 200,000	\$ 200,000	\$ 200,000	\$ -
Remaining Revenue	\$ 800,000	\$ 800,000	\$ 800,000	\$ (1,000,000)
Budget Shortfall/Decision	\$ (200,000)	\$ (200,000)	\$ (200,000)	\$ (400,000)

\$ (1,000,000)

# Revenue Allocation

## Dependency

Automated Traffic Enforcement - City of Spruce Grove						
	Actual	Actual	Actual	Budget	Forecast	Forecast
	2016	2017	2018	2019	2020	2021
Revenue	\$ 5,213,361	\$ 4,644,216	\$ 3,644,476	\$ 4,522,000	\$4,522,000	\$ 4,522,000
Expenses	\$ 2,474,324	\$ 1,752,306	\$ 1,457,283	\$ 1,814,000	\$1,814,000	\$ 1,814,000
Net Revenue	\$ 2,739,037	\$ 2,891,910	\$ 2,187,193	\$ 2,708,000	\$2,708,000	\$ 2,708,000
% of Overall Operating Budget	3.4%	3.6%	2.4%	2.8%	2.5%	2.4%

Automated Traffic Enforcement - City of Spruce Grove						
	Actual	Actual	Actual	Budget	Forecast	Forecast
	2016	2017	2018	2019	2020	2021
Revenue	\$ 5,213,361	\$ 4,644,216	\$ 3,644,476	\$ 3,644,476	\$3,644,476	\$ 3,644,476
Expenses	\$ 2,474,324	\$ 1,752,306	\$ 1,457,283	\$ 1,457,283	\$1,457,283	\$ 1,457,283
Net Revenue	\$ 2,739,037	\$ 2,891,910	\$ 2,187,193	\$ 2,187,193	\$2,187,193	\$ 2,187,193
% of Overall Operating Budget	3.4%	3.6%	2.4%	2.2%	2.1%	2.0%



# Revenue Allocation

## Dependency

Net ATE Revenue in Relation to 1% of Tax			
	2019	2020	2021
Net ATE Revenue	\$ 2,708,000	\$2,708,000	\$ 2,708,000
1% of Tax	\$ 395,975	\$ 424,103	\$ 461,930
Total tax representation of ATE rev.	6.8%	6.4%	5.9%

Net ATE Revenue in Relation to 1% of Tax			
	2019	2020	2021
Net ATE Revenue	\$ 2,157,193	\$2,157,193	\$ 2,157,193
1% of Tax	\$ 395,975	\$ 424,103	\$ 461,930
Total tax representation of ATE rev.	5.5%	5.2%	4.7%



# ***Revenue Allocation***

## General Revenue Explanation

- General revenue does not go into the same line item.
- All revenue has specific GL codes allocated to a certain department (i.e. ATE, permits, user fees, other fines).
- When we say “general” we just mean it isn’t allocated to reserves or dedicated for specific purposes.
- On financial statements it all gets consolidated in “sales and users fees”.
- Recommendation of providing “segment reporting”.
- Segment reporting is the reporting of the operating segments of a company.
- Aggregate the results of two or more segments if they have similar uses (i.e. Community Safety) and disclose.

# Revenue Allocation

## Transparency & Reporting - Current

124

### DIVISION BUSINESS PLANS COMMUNITY & PROTECTIVE SERVICES

#### Automated Traffic Enforcement (included in Safe City)

	2017 Actual (\$000s)	2018 Budget (\$000s)	2018 Forecast (\$000s)	2019 Budget (\$000s)	2020 Forecast (\$000s)	2021 Forecast (\$000s)
<b>Revenue</b>						
Fines from ATE	4,644	5,213	4,043	4,522	4,522	4,522
	4,644	5,213	4,043	4,522	4,522	4,522
<b>Expenses</b>						
Contracted Services for ATE	1,752	2,474	1,480	1,814	1,814	1,814
	1,752	2,474	1,480	1,814	1,814	1,814
<b>Annual Surplus due to ATE</b>	<b>2,892</b>	<b>2,739</b>	<b>2,563</b>	<b>2,709</b>	<b>2,709</b>	<b>2,709</b>

Overall, the City of Spruce Grove spent \$15,562,833 in 2017 on Protective Services, including Fire, Enforcement Services, and Safe City and RCMP policing services (fiscal plans for Fire, Enforcement Services and Safe City appear in this section; the fiscal plan for RCMP can be found in the Community & Protective Services Administration section).

There were \$9,404,237 in offsetting revenues (ATE, AHS contract, other fines/permits). The net "cost" of protective services for the City is therefore \$6,158,596.

This is before the addition of 2 RCMP officers approved for 2018, and 2 more RCMP officers and 8 additional firefighters proposed for 2019.

# Revenue Allocation

## Transparency & Reporting – Segment Reporting

Community Safety Initiatives	
Revenue	2018
<b>Safe City ATE Fines</b>	<b>\$ 3,650,000.00</b>
Safe City Fire Inspections	\$ 65,000.00
ES Fines	\$ 250,000.00
Police Fines	\$ 100,000.00
Engineering	\$ -
<b>Total Revenue</b>	<b>\$ 4,065,000.00</b>
Expenses	
Safe City (salaries, public awareness, training, grants to org, graffiti)	\$ 502,000.00
<b>ATE Contract</b>	<b>\$ 1,450,000.00</b>
ES (salaries, public awareness, training, uniforms, vehicles/facility)	\$ 1,300,000.00
Pound fees	\$ 125,000.00
RCMP Support Staff	\$ 870,000.00
RCMP Facility Costs	\$ 200,000.00
RCMP School Resource Officer	\$ 30,000.00
RCMP Crime Analyst	\$ 50,000.00
RCMP Contract	\$ 3,000,000.00
Engineering (speed signs, salaries, intersection reviews/upgrades, signage, improvements)	\$ 500,000.00
<b>Total Expenses</b>	<b>\$ 7,525,000.00</b>
<b>Surplus/(deficit)</b>	<b>\$(3,460,000.00)</b>
*Additionally, the City will be adding 2 RCMP officers each year for the next 3 years & 2 CPO's (1 in 2020 & 1 in 2021)	

# *Revenue Allocation*

## Options

- Motion defeated. Direction to bring back how it may look.
- Policy has original recommended direction.
- Recommendation included “more detail” on Traffic Safety initiatives.
- Annual Report, Corporate Plan, other publications (e.g.’s of % of overall budget, relation to 1% tax, and safety initiative expense breakdown).
- During policy discussion further consensus/direction can be provided (amend policy if necessary for revenue allocation).



# ***Council Policy***

- Policy Statement
- Purpose
  1. Council's direction to ensure transparency/ownership
  2. Traffic safety
  3. One tool...enhances other things
  4. Supports values, principles, goals of strategic plan
- Responsibilities (Council, Administration, RCMP)
  - Most are from Guideline
- Public Awareness and Reporting
  - More than the Guideline
- Advisory Committee
  - General at this time
- Financial direction and understanding



***Questions/Discussion?***