

DISTRICT OF TUMBLER RIDGE

BYLAW NO. 610

A Bylaw to Establish the Five Year Financial Plan 2013 - 2017

WHEREAS, pursuant to Section 165, of the *Community Charter*, Council for the District of Tumbler Ridge is desirous of lowering tax levies and adjusting surplus allocations;

THEREFORE, the Council for the District of Tumbler Ridge in open meeting assembled hereby enacts as follows:

1. Schedules "A" and "B" attached hereto and forming part of this Bylaw is the Financial Plan for the District of Tumbler Ridge for the five year period from January 1, 2013 to December 31, 2017.
2. This Bylaw may be cited for all purposes as the "District of Tumbler Ridge 2013-2017 Financial Plan Bylaw No. 610, 2013".
3. "District of Tumbler Ridge 2013 – 2017 Financial Plan Bylaw No. 603, 2013" and amendments thereto are hereby repealed.

RECEIVED FIRST READING on the	11	day of	May, 2013
RECEIVED SECOND READING on the	11	day of	May, 2013
RECEIVED THIRD READING on the	11	day of	May, 2013
FINALLY ADOPTED on the	12	day of	May, 2013



Rob Mackay, Acting Mayor



Barry Elliott, Corporate Officer

**DISTRICT OF TUMBLER RIDGE
CONSOLIDATED FUNDS SUMMARY
2013 - 2017 FINANCIAL PLAN**

Schedule A

	2013	2014	2015	2016	2017
	Budget	Budget	Budget	Budget	Budget
REVENUE					
Taxation Revenue	9,933,749	10,132,423	10,335,072	10,541,772	10,752,610
Utility Taxes and Grants in lieu	121,303	123,729	126,203	128,727	131,301
Other Revenue	1,344,525	1,371,415	1,398,845	1,423,101	1,447,841
Grants	1,612,580	1,489,618	1,489,618	1,489,618	1,489,618
Water Fees	624,895	637,393	650,142	663,144	676,406
Sewer Fees	306,100	312,222	318,467	324,836	331,334
Cemetery Revenue	0				
Proceeds from Debt	600,000				
	<u>14,543,152</u>	<u>14,066,800</u>	<u>14,318,347</u>	<u>14,571,198</u>	<u>14,829,110</u>
EXPENSES					
General Government Services	1,828,297	1,867,060	1,897,162	1,935,004	1,973,608
Protective Services	558,361	569,528	580,913	592,527	604,374
Public Works	1,615,794	1,648,111	1,681,070	1,714,688	1,748,980
Enironmental Health Services	347,726	354,682	361,774	369,010	376,392
Community Development Services	427,978	436,537	445,267	454,174	463,257
Recreation Services	2,112,137	2,154,382	2,197,456	2,241,392	2,286,226
Golf Course	236,464	241,193	246,016	250,935	255,952
Water Services	369,400	376,788	384,317	391,999	399,838
Sewer Services	163,962	167,242	170,588	174,001	177,478
Cemetery Services	814	830	847	863	881
Grants to Other Organizations	350,400	357,408	364,556	371,847	379,284
Fiscal Charges	12,000	12,240	12,485	12,735	12,990
Interest Payments on Debt	17,050	133,050	133,050	133,050	133,050
Amortization	1,935,900	1,992,253	1,984,675	1,980,175	2,002,700
	<u>9,976,283</u>	<u>10,311,304</u>	<u>10,460,176</u>	<u>10,622,400</u>	<u>10,815,010</u>
Tax collections for other authorities	2,976,812	3,036,348	3,097,075	3,159,017	3,222,197
Less transfers to other authorities	-2,976,812	-3,036,348	-3,097,075	-3,159,017	-3,222,197
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Annual Surplus, carry forward to page 2	<u>4,566,869</u>	<u>3,755,496</u>	<u>3,858,171</u>	<u>3,948,798</u>	<u>4,014,100</u>

**DISTRICT OF TUMBLER RIDGE
CONSOLIDATED FUNDS SUMMARY
2013 - 2017 FINANCIAL PLAN**

Schedule A

	2013 Budget	2014 Budget	2015 Budget	2016 Budget	2017 Budget
Annual Surplus, brought forward from page 1	4,566,869	3,755,496	3,858,171	3,948,798	4,014,100
ADD					
Amortization	1,935,900	1,992,253	1,984,675	1,980,175	2,002,700
Transfers from Reserves					
Equipment Replacement Reserve	165,000	0	0	0	0
Transfer from					
Gas Tax Fund - General Fund	445,000	0	0	0	0
Gas Tax Fund - Water Capital Fund	214,392	0	0	0	0
Gas Tax Fund - Sewer Capital Fund	13,000	0	0	0	0
Transfer from General Surplus	1,225,509				
	3,998,801	1,992,253	1,984,675	1,980,175	2,002,700
DEDUCT					
Acquisition of Tangible Capital Assets	7,292,452	3,936,307	4,103,246	4,186,731	4,271,888
Principal Payments on Long-Term Debt	124,206	164,181	164,181	164,181	164,181
Transfers to Reserves					
Water Reserve - General Fund	5,170	5,273	5,378	5,486	5,596
Water Reserve - Water Oper. Fund	52,730	53,785	54,868	55,969	57,089
Water Reserve - Water Capital Fund	55,975				
Sewer Reserve - General Fund	10,852	11,069	11,290	11,516	11,746
Sewer Reserve - Sewer Oper. Fund	70,638	72,050	73,490	74,959	76,462
Equipment Replacement Fund	675,015	688,515	702,285	716,331	730,658
Stabilization Reserve	93,304	95,170	97,073	99,014	100,994
Land Sale Reserve	2,813	2,869	2,926	2,985	3,045
Drainage Reserve	8,605	8,777	8,953	9,132	9,315
Municipal Buildings Reserve	281	287	293	299	305
RCMP Building Reserve	883	901	919	937	956
Parking Lot Reserve	18,384	552	563	574	585
Transfer to Gas Tax Fund	154,362	157,449	160,598	163,810	167,086
Transfer to General Surplus		550,564	456,783	437,049	416,894
	8,565,670	5,747,749	5,842,846	5,928,973	6,016,800
FINANCIAL PLAN BALANCE	0	0	0	0	0

**DISTRICT OF TUMBLER RIDGE
REVENUE AND TAX POLICY DISCLOSURE
2013 - 2017 FINANCIAL PLAN**

Schedule B

The District has determined the funding priority for revenues to be applied firstly to operations, secondly to infrastructure and thirdly to growth and opportunities. This priority is important based on the need to provide essential services and socially beneficial services to the community at a reasonable standard on an annual basis; the need to ensure assets supporting the services provided are adequately funded for replacement; and the need for a progressive approach to the District's future.

In accordance with Section 165(7) of the Community Charter, the proposed funding sources for inclusion in the financial plan include property value taxes, parcel taxes, fees, other sources and proceeds from borrowing. The proration of these revenue sources for the District are comprised of the following:

	2013	2012	2011	2010	2009
Property Value Taxes	68.3%	68.5%	58.5%	52.4%	45.2%
Parcel Taxes	1.9%	0.0%	0.0%	0.0%	0.0%
Fees	4.5%	4.8%	3.9%	6.9%	10.8%
Other Sources	21.2%	26.8%	37.6%	18.7%	19.4%
Proceeds from Borrowing	4.1%	0.0%	0.0%	22.0%	24.6%
	100.0%	100.0%	100.0%	100.0%	100.0%

	2013	2012	2011	2010	2009
Class 1 Residential	11.7%	15.9%	17.4%	17.8%	17.4%
Class 2 Utilities	23.0%	10.8%	3.3%	3.6%	4.1%
Class 4 Major Industry	43.2%	47.8%	51.4%	49.9%	50.2%
Class 5 Light Industry	17.3%	19.6%	21.3%	20.7%	18.8%
Class 6 Business/Other	4.8%	5.9%	6.6%	8.0%	9.5%
Class 8 Rec/Non-profit	0.0%	0.0%	0.0%	0.0%	0.0%
Class 9 Farm	0.0%	0.0%	0.0%	0.0%	0.0%
	100.0%	100.0%	100.0%	100.0%	100.0%

The proration of the tax revenues is based on the premise that the tax revenue has increased by 13% for the current year. The 13% was applied across all classes of taxable properties in Tumbler Ridge as detailed below, with the exception of the Utility Class. Current regulation caps the tax rate for Class 2 Utilities at the greater of \$40 for each \$1,000 of assessed value and 2.5 times the tax rate for Class 6 Business rate.

Percentage Change	Market Growth	New Construction	Total
Class 1 Residential (All)	-2.8%	0.1%	-2.7%
Class 1 Single Family/Strata	-2.7%	0.1%	-2.6%
Class 2 Utilities	-10.6%	25.7%	15.1%
Class 4 Major Industry	1.0%	0.0%	1.0%
Class 5 Light Industry	-1.2%	1.2%	0.0%
Class 6 Business/Other	-0.4%	0.0%	-0.4%
Class 8 Rec/Non-profit	0.0%	0.0%	0.0%
Class 9 Farm	0.0%	0.0%	0.0%
	-14.0%	27.0%	13.0%

The Annual Municipal Report for 2012 contains a list of permissive exemptions granted for the taxation year and the amount of tax revenue foregone. The list demonstrates the policy of Council that permissive exemptions are granted to not-for-profit institutions that form a valuable part of the community. These include religious institutions, historical societies, some recreational facilities, service organizations and cultural institutions,