

CITY OF CASTLEGAR

BYLAW 1320

A bylaw to adopt a Amended Financial Plan for the years 2020 - 2024

WHEREAS Section 165 of the *Community Charter* requires that Council adopt, by bylaw, a financial plan for a period of five years,

AND WHEREAS Section 165 of the *Community Charter* requires that the financial plan set out the objectives and policies of the City,

NOW THEREFORE the Council of the City of Castlegar, in open meeting assembled, enacts as follows:


1. This bylaw may be cited as "The City of Castlegar Amended Financial Plan 2020-2024 Bylaw Number 1320".
2. The planned revenues and expenditures for the years 2020 to 2024 will be those recorded on Schedule "A" attached to, and forming part of this bylaw.
3. Schedule "B" attached to and forming part of this bylaw is hereby adopted as the "Objectives and Policy Disclosure" of the City as required by Section 165 of the Community Charter.
4. This bylaw shall come into full force and effect when adopted.
5. The City of Castlegar Financial Plan 2020-2024 Bylaw Number 1313 is hereby repealed.

READ A FIRST TIME this 4th day of May, 2020


READ A SECOND TIME this 4th day of May, 2020

READ A THIRD TIME this 4th day of May, 2020

ADOPTED this 19th day of May, 2020



Mayor



Director of Corporate Services

**BYLAW 1320
SCHEDULE A**

CITY OF CASTLEGAR

	2020 BUDGET	2021 BUDGET	2022 BUDGET	2023 BUDGET	2024 BUDGET
REVENUES					
TAXATION	8,946,052	9,353,977	9,764,489	10,135,329	10,665,230
PARCEL TAX	534,450	534,450	534,450	534,450	534,450
1% UTILITY TAX	192,000	192,000	192,000	192,000	195,800
GRANTS IN LIEU OF TAXES	579,000	579,000	579,000	579,000	590,500
TOTAL TAXATION	10,251,502	10,659,427	11,069,939	11,440,779	11,985,980
GOVERNMENT GRANTS	7,702,690	828,000	828,000	828,000	7,344,000
FEES AND SERVICE CHARGES	5,377,950	5,432,102	5,478,503	5,531,536	5,638,000
OTHER REVENUE	1,293,900	1,293,900	1,293,900	1,293,900	1,302,200
INTEREST AND OTHER INCOME	79,500	79,500	79,500	79,500	80,900
INTERNAL RECHARGES	633,000	633,000	633,000	633,000	645,600
COLLECTION FOR OTHER AGENTS	7,409,198	7,590,110	7,590,110	7,590,110	7,590,110
Total REVENUES	32,747,740	26,516,039	26,972,952	27,396,825	34,586,790
EXPENSES					
GENERAL GOVERNMENT	2,538,198	2,756,325	2,796,352	2,756,278	2,991,943
ENVIRONMENTAL DEVELOPMENT	606,800	605,000	609,200	613,500	623,200
TRANSPORTATION AND CIVIC WORKS	2,930,468	3,070,866	3,136,246	3,240,836	3,311,700
WASTE DISPOSAL	546,100	556,650	565,700	575,000	580,300
PROTECTION	3,208,290	3,284,881	3,388,322	3,448,065	3,508,100
HEALTH AND WELFARE	226,450	212,408	214,758	217,158	219,750
RECREATION AND CULTURE	1,481,010	1,633,292	1,638,214	1,687,939	1,709,395
WATER SYSTEM	1,029,950	1,044,478	1,064,328	1,084,828	1,084,700
SEWER SYSTEM	879,800	894,389	911,739	930,339	945,900
STORM SYSTEM	138,100	139,800	141,500	143,200	144,900
AIRPORT	1,093,870	1,121,076	1,142,510	1,162,210	1,184,000
INTEREST AND FINANCE CHARGES	3,000	3,000	3,000	3,000	3,000
COLLECTION FOR OTHER AGENTS	7,409,198	7,590,110	7,590,110	7,590,110	7,590,110
AMORTIZATION	3,818,000	3,840,000	3,862,000	3,882,000	3,902,000
TOTAL EXPENSES	25,909,234	26,752,275	27,063,980	27,334,463	27,798,998
ANNUAL SURPLUS (DEFICIT)	6,838,506	(236,236)	(91,029)	62,363	6,787,792
AMORTIZATION	3,818,000	3,840,000	3,862,000	3,882,000	3,902,000
CAPITAL EXPENDITURE	(12,629,079)	(4,654,094)	(4,241,169)	(2,960,630)	(9,196,927)
EXTERNAL DEBT FINANCING	1,288,750	250,000	100,000	-	682,000
TRANSFER TO RESERVES	(4,331,383)	(4,218,339)	(4,428,106)	(4,644,240)	(4,887,007)
TRANSFER FROM RESERVES	5,015,206	5,018,669	4,798,304	3,660,508	2,712,142
BALANCED BUDGET	-	-	-	-	-

**BYLAW 1320
SCHEDULE B**

Objectives and Policy Disclosure

1. Proportion of Total Revenue from Each Funding Source

1) Property Value Taxes

- i) Property tax levels within the City of Castlegar have been established through years of public process and within the context of the following objectives:
 - Ensure City of Castlegar property taxes are competitive when compared to other communities in the region.
 - Ensure that an appropriate balance between operating funds and capital funds for infrastructure improvements is maintained.
 - Continue to maintain reserves for future projects as appropriate.
 - Reduce the City's reliance on property taxes by developing alternative revenue streams and by implementing the user pay principle where possible.
- ii) The total proportion of property tax revenues collected is determined by calculating the difference between all other revenue sources and revenues required.

2) Parcel Taxes

The City of Castlegar will use parcel taxes to fund the construction and maintenance of public infrastructure when it is in the public interest to do so.

The 2020 financial plan continues the use of parcel taxes to fund the planning, development and maintenance of a storm water system in order to ensure public safety and protect municipal assets.

3) Fees and Charges

- i) It is the objective of the City of Castlegar to ensure that costs for a service are collected from users of the service, where practical.
- ii) User fees are a primary cost recovery method used by the City of Castlegar.
- iii) User fees will be levied in all cases where it is possible and appropriate to recover costs on a user pay basis.

4) Other Sources of Revenue

- i) It is the objective of the City of Castlegar to maximize revenues from new or other sources. The City will:
 - Seek funding from senior levels of government for projects and other initiatives, where possible and appropriate to do so.
 - Seek economic development opportunities in order to create new streams of revenue.

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SCHEDULE B CONTINUES**

The proposed distribution of municipal property value tax revenues is estimated to be as shown in the following table:

Property Class	% of Total Taxes
Residential	41%
Utilities	4%
Major Industry	29%
Light Industry	1%
Business	25%
Non-Profit	0%
Total	100%

The proposed proportions of total revenue from revenue sources is estimated in the following table:

Revenue Source 2020	%
Property Value Taxes	29%
Parcel Tax	2%
Utility Taxes, Grants in Lieu & Penalties & Interest	3%
Utility User Fees	17%
Other Income	4%
Grants	25%
External Debt	4%
Reserves	16%
Total	100%

5) Debt and Internal Financing

- i) It is the objective of the City of Castlegar to consider debt financing only when:
- The project will provide a significant benefit to tax payers over the long-term.
 - Significant cost savings can be obtained by pursuing the project prior to saving the required funds.
 - The cost of financing the project does not constitute an unreasonable burden to tax payers.
 - The City will continue to utilize Municipal Finance Authority lease and/or equipment financing opportunities for its equipment fleet and will use this method of financing when it is economically viable to do so.

BYLAW 1320
SCHEDULE B CONTINUES

2. Use of Permissive Tax Exemptions

The City of Castlegar will provide permissive property tax exemptions in accordance with the provisions of the Community Charter and Council Policy Directive 15.

3. Revitalization Tax Exemptions

Council may also, from time to time, enact new revitalization tax exemption bylaws that encourage development within the spectrum of the City's objectives, including but not limited to:

- Enhancing the City's sustainability and environmental stewardship.
- Encouraging green development and green technology.
- Objectives and initiatives established within the Official Community Plan.
- Stimulating the local economy through encouraging investment, new development and employment opportunities.
- Encouraging affordable housing.
- As a means of re-vitalizing and renewing specific areas of the city.

