

DISTRICT OF SEHELDT

2020 – 2024 Consolidated Financial Plan Bylaw No. 590, 2020

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

WHEREAS Section 165 of the *Community Charter*, SBC Chapter 26, 2013 requires that Council adopt an annual Financial Plan;

NOW THEREFORE, the Council of the District of Sechelt in open meeting assembled hereby enacts as follows:

Title

1. This bylaw may be cited as “District of Sechelt 2020 - 2024 Consolidated Financial Plan Bylaw No. 590, 2020”.

Provisions

2. ‘Schedule A’, attached to and forming part of this bylaw is hereby adopted as the Financial Plan of the District of Sechelt for the five (5) year period from 2020 – 2024.
3. Pursuant to Section 165 of the *Community Charter* the Council of the District of Sechelt has prepared a Statement of Revenue and Tax Policy as shown in ‘Schedule B’ attached hereto and forming part of this bylaw.

READ A FIRST TIME THIS DAY OF , 2020

READ A SECOND TIME THIS DAY OF , 2020

READ A THIRD TIME THIS DAY OF , 2020

ADOPTED THIS DAY OF , 2020

Mayor

Corporate Officer

Schedule A

District of Sechelt 2020 - 2024 Consolidated Five Year Financial Plan					
	2020	2021	2022	2023	2024
Revenues:					
Property Tax	9,784,439	10,723,369	11,524,799	12,044,336	12,593,065
Property Tax from Growth	-	107,629	119,141	128,083	133,897
Fees, Rates, and Sale of Services	3,039,148	2,930,791	3,011,099	3,085,896	3,072,154
Sewer Revenues	3,721,982	4,368,371	4,587,012	4,711,264	4,840,062
Investment Income	515,121	521,170	546,994	572,827	316,719
Grants and Donations	1,309,909	1,016,293	1,016,293	1,016,293	1,016,293
Other Revenue	33,500	34,170	34,853	35,550	36,261
Transfer from DCC	6,549,208	1,588,601	5,297,589	1,257,374	2,035,131
Capital Grants & Contributions	4,415,216	695,500	320,000	320,000	200,000
Total Revenues	29,368,523	21,985,894	26,457,780	23,171,623	24,243,581
Expenditures:					
General Government	3,491,375	3,493,784	3,638,477	3,707,532	3,779,834
Planning and Development	1,360,806	1,338,903	1,361,054	1,385,619	1,410,674
Community Services	2,117,751	2,050,831	2,096,062	2,146,685	2,198,786
Public Works	2,323,914	2,241,342	2,280,100	2,325,701	2,372,215
Facilities	536,377	514,006	521,659	532,092	542,735
Police Services	2,295,344	2,374,185	2,457,045	2,542,435	2,630,052
Solid Waste	1,064,194	1,074,836	1,085,584	1,107,296	1,129,442
Interest on debt	208,494	217,494	229,494	231,000	231,000
Sewer Expenses	2,370,890	2,391,238	2,405,187	2,448,036	2,493,277
Total Expenditures	15,769,145	15,696,619	16,074,662	16,426,395	16,788,015
Net Operating Activity	13,599,379	6,289,275	10,383,117	6,745,228	7,455,567
Amortization	3,803,301	3,845,989	4,004,424	4,049,642	4,096,182
Principle on Debenture Debt	1,258,465	1,505,543	1,712,010	1,706,254	1,330,830
Transfer to (from) Reserves	(2,046,429)	(1,038,234)	(394,705)	(181,435)	(543,922)
Transfer to (from) Capital	(460,152)	187,495	1,023,404	920,471	2,038,849
Transfers to (from) Surplus	(143,213)	-	-	-	-
Proceeds from borrowing	(745,000)	(4,021,158)	-	-	-
Reduction of Capital Equity	(3,803,301)	(3,842,668)	(3,883,216)	(3,924,980)	(3,967,997)
Capital Purchases	15,735,708	9,652,308	7,921,200	4,175,275	4,501,625
Transfer to (from) Surplus	0	(0)	(0)	0	(0)

Schedule B

1. Portion of Revenues by source

Objective

- The District of Sechelt is focused on the fiscal sustainability of the municipality.

Policies

- The District is committed to setting tax rates, service fees and user fees to attain the goal of providing sustainable services and infrastructure.
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- The District of Sechelt will review its fees and charges to ensure adequacy and fairness.

	2020 TOTAL REVENUE	
REVENUE SOURCES	\$	%
Property Tax	9,784,439	32%
Fees, Rates, and Sale of Services	3,039,148	10%
Sewer Fees and Chagres	2,767,914	9%
Sewer Parcel taxes	954,068	3%
Investment Income	515,121	2%
Grants and Donations	1,309,909	4%
Other Revenue	33,500	0%
Transfer from DCC	6,549,208	22%
Capital Grants & Contributions	4,415,216	15%
Proceeds from borrowing	745,000	2%
Total Revenues	30,113,523	100%

2. Distribution of Property Taxes by Class

Objective

- The District wants to ensure that an appropriate tax burden ratio between Property Tax Class 6 – Business/Other to Property Tax Class 1 - Residential.

Policies

- The District of Sechelt reviews its tax burden between residential and commercial to ensure fairness.

Property Class	2020 Net Taxable Value	2020 Tax Rate	Total 2020 Tax Levy	Tax Rate Multiple	% of Total Taxes
1 Residential	3,458,853,309	2.41600	8,356,590	1.00	85.4%
2 Utilities	3,046,300	40.00000	121,852	16.56	1.2%
5 Light Industrial	8,109,200	8.37348	67,902	3.47	0.7%
6 Business/Other	220,732,037	5.38157	1,187,884	2.23	12.1%
7 Managed Forests	2,042,300	8.52872	17,419	3.53	0.2%
8 Recreation/Non Profit	6,812,200	4.61129	31,413	1.91	0.3%
9 Farm	412,313	4.41446	1,820	1.83	0.0%
	<u>3,700,007,659</u>		<u>9,784,880</u>		<u>100%</u>

Permissive Tax Exemptions

Objective

- The District of Sechelt recognizes that many of volunteer organizations contribute to the well-being of the community and are important components of the social, cultural, spiritual and economic fabric.
- The District of Sechelt will consider granting permissive tax exemptions under section 224 to agencies within the District who financially require such exemptions in order to provide a service to the community and whose service results in an improvement to the quality of life within the community.

Policies

- Council recognizes that granting permissive tax exemptions to philanthropic and not-for-profit organizations shifts the tax burden to the District’s remaining taxable properties. Accordingly, it will consider the impacts on each year’s taxes when granting these exemptions.
- All existing exemptions and new applications will be reviewed annually by the Finance Department to ensure, based on the most current available information, that the organizations qualify for a permissive exemption. The results of that review, and any new applications, are to be reported to Council for consideration.

Proposed Capital Funding Sources

	2020 Budget	2021 Budget	2022 Budget	2023 Budget	2024 Budget
Funding Source					
Capital Reserve	1,553,329	1,498,312	1,201,797	1,614,787	790,384
Taxation	-	-	-	-	-
Equipment Replace Reserve	-	-	105,000	40,000	255,000
MFA Financing	745,000	4,021,158	-	-	-
Gas Tax Reserve	1,102,251	530,500	532,000	453,750	441,250
Public Safety Reserve	197,708	275,000	-	-	-
Development Cost Charges	6,121,498	1,367,088	4,932,403	565,489	1,058,991
General Surplus	118,213	-	-	-	-
Public Works Yard Reserve	844,463	-	-	-	-
Grants & Contributions	4,415,216	695,500	320,000	320,000	200,000
Sewer Capital Reserve	18,000	80,000	160,000	225,000	100,000
Sewer Development Cost Charges	427,710	221,513	365,186	691,886	976,140
User Fees	192,320	313,238	104,814	264,364	179,860
Septage Reserve	-	650,000	200,000	-	500,000
CAPITAL TOTAL	15,735,708	9,652,308	7,921,200	4,175,275	4,501,625

Proposed Reserve Transfers

Transfers from Reserves

	2020 Budget	2021 Budget	2022 Budget	2023 Budget	2024 Budget
Funding Source					
Capital Reserve	1,553,329	1,498,312	1,201,797	1,614,787	790,384
Equipment Replace Reserve	-	-	105,000	40,000	255,000
Gas Tax Reserve	1,102,251	530,500	532,000	453,750	441,250
Public Safety Reserve	197,708	275,000	-	-	-
Development Cost Charges	6,121,498	1,367,088	4,932,403	565,489	1,058,991
Operating Reserves	223,558	-	-	-	-
General Surplus	143,213	-	-	-	-
Reserve committed Expenditures	252,648	-	-	-	-
Public Works Yard Reserve	844,463	-	-	-	-
Sewer Capital Reserve	18,000	80,000	160,000	225,000	100,000
Sewer Development Cost Charges	427,710	221,513	365,186	691,886	976,140
Septage Reserve	-	650,000	200,000	-	500,000
Total Transfers	10,884,378	4,622,413	7,496,386	3,590,911	4,121,765

Proposed Reserve Transfers Continued

Transfers to Reserves

	2020 Budget	2021 Budget	2022 Budget	2023 Budget	2024 Budget
Funding Source					
Capital Reserve	710,278	1,003,811	1,187,021	1,485,641	1,775,443
Equipment Replace Reserve	-	-	125,000	150,000	200,000
Gas Tax Reserve	485,148	485,148	485,148	485,148	485,148
Public Safety Reserve	-	-	-	-	-
Development Cost Charges	-	-	-	-	-
General Surplus	188,765	7,500	7,500	7,500	7,500
Sewer Capital Reserve	19,748	147,716	483,930	405,367	574,540
Sewer Development Cost Charges	-	-	-	-	-
Septage Reserve	363,151	534,250	534,250	534,250	534,250
CAPITAL TOTAL	1,767,090	2,178,425	2,822,849	3,067,906	3,576,881