

THE CORPORATION OF THE CITY OF ENDERBY

BYLAW NO. 1696

A BYLAW OF THE CITY OF ENDERBY RESPECTING THE 2020 – 2024 FINANCIAL PLAN

The Council of the City of Enderby, in open meeting assembled, enacts as follows:

1. This bylaw may be cited as “City of Enderby 2020 – 2024 Financial Plan Bylaw No.1696, 2020”.
2. Schedule “A” attached hereto and made part of the Bylaw is hereby declared to be the 2020 – 2024 Financial Plan of the City of Enderby.
3. Schedule “B” attached hereto and made part of this Bylaw is the Statement of Objectives and Policies for the City of Enderby that support the 2020 – 2024 Financial Plan.
4. Bylaw No. 1674, cited as “City of Enderby 2019 – 2023 Financial Plan Bylaw No. 1674, 2019”, is hereby repealed.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 4th day of May, 2020.



MAYOR



CORPORATE OFFICER



**CITY OF ENDERBY
2020-2024 Financial Plan**

**Consolidated Five Year Financial Plan
Schedule 'A' of Bylaw No. 1696**

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
	<u>Budget</u>	<u>Budget</u>	<u>Budget</u>	<u>Budget</u>	<u>Budget</u>
REVENUES					
Municipal Taxation	1,571,333	1,613,142	1,747,548	1,794,642	1,843,150
Utility Taxes / Grants in Lieu	100,373	102,380	104,428	106,516	108,647
Sale of Services / Other Contributions	638,261	626,138	966,161	651,434	664,463
Revenue from own Sources	1,206,322	1,230,448	1,255,057	1,280,158	1,305,761
Grants	1,307,775	1,322,725	687,488	687,488	687,488
Sewer Revenue	760,196	749,745	761,670	773,819	786,195
Water Revenue	763,470	786,176	799,278	812,619	826,203
Total Revenues	6,347,730	6,430,754	6,321,630	6,106,676	6,221,907
EXPENSES					
General Government Services	832,889	823,027	839,488	856,277	873,403
Protective Services	445,050	223,584	228,056	232,617	237,269
Transportation Services	641,160	646,333	659,259	672,445	685,894
Environmental Health Services	104,260	106,345	108,472	110,641	112,854
Animal Control	28,982	29,562	30,153	30,756	31,371
Cemetery	68,430	59,052	60,234	61,438	62,667
Recreation & Cultural Services	105,560	107,671	109,825	112,021	114,262
Fortune Parks Recreational Services	909,881	762,839	778,095	793,657	809,531
Tourism & Community Engagement	240,100	244,902	249,800	254,796	259,892
Sewer Expenditures	606,891	520,905	531,323	541,950	552,789
Water Expenditures	562,513	539,288	550,073	561,075	572,296
Fiscal Services	109,905	104,156	104,156	104,156	104,156
Total Expenses	4,655,621	4,167,664	4,248,934	4,331,829	4,416,384
SURPLUS (DEFICIT) FOR THE YEAR	1,692,109	2,263,090	2,072,696	1,774,847	1,805,523
TOTAL CASH FROM OPERATIONS	1,692,109	2,263,090	2,072,696	1,774,847	1,805,523
ADJUST FOR CASH ITEMS					
Capital Asset expenditures	(2,549,250)	(1,100,347)	(840,000)	(1,024,000)	(190,212)
Debt Principle repayment	(108,794)	(108,794)	(108,794)	(108,794)	(108,794)
Debt Proceeds	-	-	-	-	-
Transfer From Reserves	1,823,390	318,123	512,500	846,253	108,624
Transfer to Reserves	(1,388,728)	(1,388,072)	(1,636,402)	(1,488,306)	(1,615,141)
Transfer From Operating Surplus	531,273	16,000	-	-	-
TOTAL CASH ADJUSTMENT	(1,692,109)	(2,263,090)	(2,072,696)	(1,774,847)	(1,805,523)
FINANCIAL PLAN BALANCE	-	-	-	-	-

**CITY OF ENDERBY
2020-2024 Financial Plan**

**Statement of Objectives and Policies
Schedule 'B' of Bylaw No. 1696**

In accordance with Section 165(3.1) of the *Community Charter*, the City of Enderby is required to include in the Five Year Financial Plan objectives and policies regarding each of the following:

1. The proportion of total revenue that is proposed to come from each funding source;
2. The distribution of property taxes among the property classes;
3. The use of permissive tax exemptions.

Proportion of Total Revenue From Funding Sources

Property Taxation provides a stable and reliable source of revenue for services that are difficult or undesirable to fund on a user-pay basis such as fire protection, street maintenance, snow removal, and general administration.

User fees and charges are collected for services that can be measured and charged on a user-pay basis such as water and sewer usage, building permits, business licenses, and sale of services. User fees attempt to apportion the value of a service to those who use the service.

Government Grants are for projects where the City of Enderby has received grant approval or is anticipating approval in 2020.

Policies

- The City of Enderby will review all user fee levels to ensure they are adequately meeting both the capital and delivery costs of the service, while maintaining affordability for its citizens.
- Where possible, the City of Enderby will use revenues from grant funding and user fees and charges to lessen the burden on its property tax base.

Table 1: Sources of Funding

<i>Funding Source</i>	% of Total Revenue	Dollar Value
<i>Property taxation</i>	18.1 %	\$ 1,571,333
<i>User Fees and charges</i>	23.8 %	\$ 2,068,766
<i>Other sources*</i>	43.1 %	\$ 3,754,519
<i>Government grants</i>	15.0 %	\$ 1,307,775
<i>Debt proceeds</i>	0.0 %	\$ 0
<i>Total</i>	100.0 %	\$ 8,702,393

* *Other sources* includes transfers from reserves and surplus funds, and funding received from other jurisdictions.

Distribution of Property Value Taxes

The residential property class provides the largest proportion of property tax revenue as the class also forms the largest portion of the assessment base.

Objective

- To distribute the tax burden amongst the property classes equitably.

Table 2: Distribution of Property Tax Rates

Property Class	% Of Total Property Taxation	Dollar Value
Residential (1)	78.26 %	\$ 1,229,705
Utilities (2)	1.15 %	\$ 18,056
Light Industrial (5)	2.06 %	\$ 32,378
Business and Other (6)	18.44 %	\$ 289,660
Recreation / Non-Profit (8)	0.04 %	\$ 675
Farmland (9)	0.05 %	\$ 859
Total	100.00 %	\$ 1,571,333

Permissive Tax Exemptions

- The City of Enderby provides permissive tax exemptions consistent with its policy. Some of the eligibility criteria for permissive tax exemptions that are outlined in the policy include the following:
 - The Organization's use of the land and/or improvements must be used for public benefit to provide programs and/or activities consistent with Council's objective of enhancing quality of life and delivering services economically.
 - The exemption must be used to benefit the Organization directly and the cost savings attributed to the exemption cannot be turned over to another organization.
 - Only Organizations who meet the requirements of the *Community Charter* are eligible for a permissive tax exemption.

Objective

In conjunction with the development of the Financial Plan, Council will continue to provide permissive tax exemptions to non-profit societies where the value of permissive tax exemptions granted would not exceed approximately 5% of the annual municipal levy.