

THE CORPORATION OF THE CITY OF ENDERBY

BYLAW NO. 1763

A BYLAW OF THE CITY OF ENDERBY RESPECTING THE 2023 – 2027 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 2023 – 2027 Financial Plan Bylaw No.1763, 2023”.
2. Schedule “A” attached hereto and made part of the Bylaw is hereby declared to be the 2023 – 2027 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 2023 – 2027 Financial Plan.
4. Bylaw No. 1747, cited as “City of Enderby 2022 – 2026 Financial Plan Bylaw No. 1747, 2022”, is hereby repealed.

READ a FIRST time this 17th day of April, 2023.

READ a SECOND time this 17th day of April, 2023.

READ a THIRD time this 17th day of April, 2023.

ADOPTED this 1st day of May, 2023.

MAYOR

CORPORATE OFFICER



CITY OF ENDERBY
2023-2027 Financial Plan

Consolidated Five Year Financial Plan
Schedule 'A' of Bylaw No. 1763

	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>
	<u>Budget</u>	<u>Budget</u>	<u>Budget</u>	<u>Budget</u>	<u>Budget</u>
REVENUES					
Municipal Taxation	1,931,813	1,989,767	2,044,120	2,105,444	2,168,609
Utility Taxes / Grants in Lieu	117,598	119,950	122,349	124,796	127,292
Sale of Services	756,100	771,222	786,646	802,379	818,426
Revenue from own Sources	1,685,263	1,625,569	1,550,470	1,581,479	1,613,109
Grants	3,742,431	5,120,168	684,931	684,931	684,931
Sewer Revenue	852,060	857,116	874,462	892,046	909,871
Water Revenue	872,541	869,111	886,595	904,321	922,294
Total Revenues	9,957,806	11,352,903	6,949,573	7,095,396	7,244,532
EXPENSES					
General Government Services	1,452,770	1,076,611	1,098,144	1,120,107	1,142,509
Protective Services	445,500	248,268	253,233	258,298	263,464
Transportation Services	716,983	731,323	745,949	760,868	776,085
Environmental Health Services	117,300	118,014	120,375	122,782	125,238
Animal Control	31,260	31,885	32,523	33,173	33,837
Cemetery	62,640	63,893	65,171	66,475	67,804
Recreation & Cultural Services	175,520	128,030	130,591	133,203	135,867
Fortune Parks Recreational Services	899,310	844,775	861,670	878,904	896,482
Tourism & Community Engagement	264,070	242,760	247,615	252,568	257,619
Sewer Expenditures	680,560	592,172	604,015	616,095	628,417
Water Expenditures	733,940	604,799	616,895	629,233	641,818
Fiscal Services	98,500	98,776	99,058	99,346	99,640
Total Expenses	5,678,353	4,781,306	4,875,239	4,971,052	5,068,780
SURPLUS (DEFICIT) FOR THE YEAR	4,279,453	6,571,597	2,074,334	2,124,344	2,175,752
TOTAL CASH FROM OPERATIONS	4,279,453	6,571,597	2,074,334	2,124,344	2,175,752
ADJUST FOR CASH ITEMS					
Capital Asset expenditures	(4,361,500)	(6,350,347)	(1,027,000)	(258,000)	(160,000)
Debt Principle repayment	(88,645)	(88,645)	(88,645)	(88,645)	(88,645)
Debt Proceeds	400,000	-	200,000	-	-
Transfer From Reserves	1,811,985	1,444,610	827,000	258,000	160,000
Transfer to Reserves	(3,373,416)	(1,710,215)	(1,985,689)	(2,035,699)	(2,087,107)
Transfer From Operating Surplus	1,332,123	133,000	-	-	-
TOTAL CASH ADJUSTMENT	(4,279,453)	(6,571,597)	(2,074,334)	(2,124,344)	(2,175,752)
FINANCIAL PLAN BALANCE	-	-	-	-	-

CITY OF ENDERBY
2023-2027 Financial Plan

Statement of Objectives and Policies
Schedule 'B' of Bylaw No. 1763

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

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.

Sources of Funding

<i>Funding Source</i>	% of Total Funding	Dollar Value
<i>Property taxation</i>	14.3 %	\$ 1,931,813
<i>User Fees and charges</i>	18.4 %	\$ 2,480,701
<i>Other sources</i>	36.6 %	\$ 4,946,969
<i>Government grants</i>	27.7 %	\$ 3,742,431
<i>Debt proceeds</i>	3.0 %	\$ 400,000
<i>Total</i>	100.0 %	\$ 13,501,914

- a) *Property taxation* provides a stable and reliable source of revenue for services of a general collective benefit such as fire protection, street maintenance, snow removal, and general administration.
- b) *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.
- c) *Other sources* include transfers from reserves and surplus funds, and funding received from other jurisdictions.
- d) *Government grants* are for projects where the City of Enderby has received grant approval or is anticipating approval in 2023.
- e) *Debt proceeds* represent any borrowed funds that will be received.

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.

Distribution of Property Tax Rates

<i>Property Class</i>	% Of Total Property Taxation	Dollar Value
<i>Residential (1)</i>	77.64 %	\$ 1,499,850
<i>Utilities (2)</i>	1.16 %	\$ 22,386
<i>Light Industrial (5)</i>	3.53 %	\$ 68,173
<i>Business and Other (6)</i>	17.59 %	\$ 339,977
<i>Recreation / Non-Profit (8)</i>	0.04 %	\$ 720
<i>Farmland (9)</i>	0.04 %	\$ 707
<i>Total</i>	100.00 %	\$ 1,931,813

Permissive Tax Exemptions

Objective

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

The City of Enderby provides permissive tax exemptions consistent with its policy. Some of the eligibility criteria for permissive tax exemptions include:

- The organization's use of the land and/or improvements must be 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.