



THE CORPORATION OF THE VILLAGE OF CLINTON
Bylaw No. 568, 2020 — Five Year Financial Plan 2020-2024

Being a bylaw to adopt a five-year financial plan for the
Village of Clinton for the years 2020 to 2024

WHEREAS under section 165 of the Community Charter, Council must adopt a five-year financial plan,

NOW THEREFORE the Council of the Village of Clinton, in open meeting assembled,

ENACTS AS FOLLOWS:

1. This Bylaw for all purposes may be cited as "Bylaw No. 568, 2020, Five Year Financial Plan 2020 - 2024".
2. Schedule "1, 2, 3 and 4" attached hereto and forming part of this bylaw shall be the Summary of Revenues and Expenditures for all operating funds and the Long-Term Capital Program for the Village of Clinton for the years 2020 to 2024.
3. Schedule "5" attached hereto and forming part of this bylaw shall be the Statement of Objectives and Policies as per Sec. 165 (3.1) of the Community Charter.

SEVERABILITY

If any section, subsection or clause of this bylaw is for any reason held to be invalid by the decision of a court of competent jurisdiction, such decision will not affect the validity of the remaining portions of this bylaw.

COMMENCEMENT

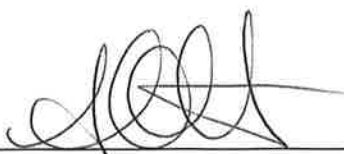
This Bylaw shall commence on the date of final adoption.

READ a first time	May 13, 2020
READ a second time	May 13, 2020
READ a third time	May 13, 2020
ADOPTED	May 13, 2020

Signed this 14th day of May 2020:



Mayor, Susan Swan



Deputy Corporate Officer

SCHEDULE 5
2020 – 2024 STATEMENT OF OBJECTIVES AND POLICIES

In accordance with Section 165(3.1) of the Community Charter, the Village of Clinton 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 comes from each of the funding sources described in Section 165(7) of the Community Charter;
2. The distribution of property taxes among the property classes; and
3. The use of permissive tax exemptions.

Funding Sources

Table 1 shows the proportion of total revenue proposed to be raised from each funding source in 2020.

Table 1: Distribution of Revenues

Revenue Source	\$ Value	% of Revenue
Real Property Taxes/Grants in lieu of taxes	\$ 784,587	44%
User fees & charges	\$ 450,003	25%
Grants	\$ 549,000	31%
	\$ 1,783,590	100%

Property taxes are the largest proportion of revenue for 2020. Taxation revenues are utilized to support the operational needs of the Village. These include services such as general legislative and administration services, fire protection, facilities operations, repairs and maintenance, and infrastructure repairs, maintenance and improvements.

Grant funding includes the unconditional Small Community Grant estimated at \$360,000, and various forms of federal, provincial, and regional sources including Northern Development Initiative Trust.

User fees and charges are used to fund specified services such as water and sewer services. User fees attempt to apportion the value of a service to those who use the service.

Transfers to / from Surplus/Reserves are funds which have been set aside for specified or unspecified projects or projects which must comply with specific funding conditions, restricted or conditional funds.

Distribution of Property Tax

The distribution of property taxes among the property classes has changed from 2019 with the closure/downscaling of the mill. Residential property tax portion has increased from 62% in 2019 to 74% in 2020 while property tax from major industry has decreased by 7% to 6% in 2020. The residential property class continues to provide the largest proportion of property tax revenue. This is appropriate as this class also forms the largest portion of the assessment base and consumes most Village services.

Distribution of Property Tax Revenues

Class	2019 AMOUNT \$	2020 AMOUNT \$	Class Weight %	Change vs 2019
Residential	421,323	500,436	74%	12%
Utilities	9,766	11,076	2%	1%
Major Industry	86,198	38,732	6%	-7%
Light Industry	12,543	12,390	2%	0%
Business & Other	149,110	157,266	23%	1%
Recreation/Non-Profit	522	1,105	0%	0%
Farm	327	362	0%	0%
Total Assessment	679,789	721,367	100.0%	6%

Objectives

- The Major Industry (Class 4) rates shall not be greater than the tax rate limit as set by letters patent.
- That the Provincial Class Multiples for 2020 will be used in establishing municipal tax rates

Policies

- Supplement, where possible, revenues from user fees and charges to help to offset the burden on the entire property tax base as a result of rising operating and capital replacement costs.
- Pursue additional revenue opportunities.
- Continue to maintain and encourage initiatives designed to attract more retail and commercial businesses to invest in the community. New investment from these areas will help provide more revenue for the Village.
- Regularly review and compare the Village's distribution of tax burden relative to other municipalities in British Columbia.