

CORPORATION OF THE VILLAGE OF HAZELTON

BYLAW NO. 525, 2022

A bylaw to adopt a financial plan for the years 2022 to 2026

WHEREAS the Council of the Village of Hazelton is required to adopt a five-year financial plan;

NOW THEREFORE the Council of the Village of Hazelton in open meeting assembled, enacts as follows:

1. Schedule "A" attached hereto and made part of this bylaw is hereby declared to be the Financial Plan of the Village of Hazelton for the 5-year period ending December 31, 2026.
2. Schedule "B" attached hereto and made part of this bylaw is hereby declared to be the Statement of Objectives and Policies.
3. This bylaw may be cited for all purposes as the "2022 – 2026 Five Year Financial Plan Bylaw No. 525, 2022".

READ A FIRST TIME THIS 11th DAY OF January, 2022.

READ A SECOND TIME THIS 11th DAY OF January, 2022.

READ A THIRD TIME THIS DAY OF , 2022.

ADOPTED THIS DAY OF , 2022.

MAYOR

CHIEF ADMINISTRATIVE OFFICER

SCHEDULE "A"

REVENUE	2022 Budget	2023 Budget	2024 Budget	2025 Budget	2026 Budget
Taxation	\$ 229,500	\$ 234,090	\$ 238,772	\$ 243,547	\$248,418
Other Jurisdiction Taxes	186,505	188,365	190,262	192,197	194,171
Frontage Taxes	53,000	53,000	53,000	53,000	53,000
Payments in Lieu of Taxes	88,500	92,500	92,500	92,500	92,500
Licenses, Permits, Rentals and Sundry	224,650	49,650	49,650	49,650	49,650
Returns on Investments	12,000	12,000	12,000	12,000	12,000
Unconditional Grants	530,000	530,000	530,000	530,000	530,000
Conditional Grants	9,857,450	68,700	68,700	68,700	68,700
Solid Waste Revenue	62,100	63,322	64,568	65,839	67,136
Water Revenue	58,100	59,232	60,387	61,564	62,766
Sewer Revenue	74,987	76,457	77,956	79,485	81,045
Transfer Between Funds	480,793	1,633,896	90,764	86,923	89,126
REVENUE TOTAL	\$11,857,585	\$3,061,212	\$1,528,558	\$1,535,405	\$1,548,512
EXPENDITURE					
General Government	\$ 702,669	\$ 613,902	\$ 619,750	\$ 625,715	\$ 631,799
Protective Services	115,700	65,700	65,700	65,700	65,700
Development Services	155,885	130,885	130,885	130,885	130,885
Public Works & Transportation	280,490	283,729	287,034	290,405	293,843
Parks, Recreation & Culture	44,500	44,500	44,500	44,500	44,500
Municipal Buildings	78,050	69,550	69,550	69,550	69,550
Solid Waste Expenditures	68,251	69,476	70,725	72,000	73,300
Water Expenditures	75,859	76,992	78,150	79,330	80,535
Sewer Expenditures	89,212	90,227	97,264	92,321	93,400
Capital Expenditures	10,057,750	1,616,250	65,000	65,000	65,000
Transfer to Reserve	189,219	-	-	-	-
EXPENDITURE TOTAL	\$11,857,585	\$3,061,212	\$1,528,558	\$1,535,406	\$1,548,512
BUDGET TOTAL	0.00	0.00	0.00	0.00	0.00

2022 - 2026 Five Year Financial Plan Bylaw No. 525, 2022

SCHEDULE "B"

Statement of Objectives and Policies

In accordance with Section 165 of the *Community Charter*, the Village of Hazelton is required to include in the Five-Year Financial Plan, objectives and policies regarding each of the following:

1. Distribution of property taxes among the property classes;
2. Use of permissive tax exemptions; and
3. Proportion of total revenue that comes from each of the funding sources described in Section 165 (7) of the *Community Charter*.

FUNDING SOURCES

The proportion of total revenue to be raised from each funding source for 2022 is shown on Table 1.

Without grant revenues from other non-taxation sources, the Village's municipal functions simply could not be maintained at existing service levels. This year, as in previous years, the Village will be taking advantage of all possible grant opportunities, and will continue to meet its current and future goals.

Objectives:

- To endeavour to supplement revenues from user fees and charges to lessen the burden on its limited property tax base.
- To investigate other potential funding sources and secure opportunities for additional revenues.
- To update development bylaws to respond to potential growth that may come with the increase in resource extraction and development activities.

Policies:

- The proportions of revenue proposed to come from various funding sources shall be reviewed from year to year as differing funding sources become available.
- The Village will consider the amount of revenue required to provide and maintain current service levels for all municipal services to our taxpayers. Any new or one-time expenses must be approved each year.
- Aggressively seek available grants for projects to mitigate the potential impact on property taxation rates.

TABLE 1
2022 REVENUES

REVENUE SOURCE	DOLLAR VALUE	% OF TOTAL REVENUE
*Rounded to zero dollar value & does not include in-house transfers		
Conditional Grants (Project)	\$9,857,450	88%
Unconditional Grants (Province)	530,000	5%
Property Taxes	229,500	2%
Sewer Revenue	74,987	1%
Water Revenue	58,100	1%
Solid Waste Revenue	62,100	1%
Frontage Taxes	53,000	0%
Licenses, Permits and Rentals	224,650	2%
Payments in Lieu of Taxes	88,500	1%
Return on Investments	12,000	0%
Total	\$11,190,287	100%

DISTRIBUTION OF PROPERTY TAX RATES

Table 2 below shows the distribution of municipal property tax revenue among the property classes. The residential property class provides the largest proportion of property tax revenue. This is appropriate as this class forms the largest portion of the assessment base and consumes the majority of Village services.

Objective:

- To set tax rates at levels comparable to other neighbouring municipalities as to be competitive for both residential and commercial property owner to purchase property in the Village as opposed to outlying areas or other communities.

Policies:

- The amount of taxes proposed to be collected from the classes will be adjusted for taxation increases as approved by Council annually. Class multiples and tax rates will be reviewed annually to ensure that they are relative to those set by the Provincial Government and comparable municipalities.

The table below shows the proposed distribution of municipal property tax revenue among the property classes.

TABLE 2

PROPERTY CLASS <small>*Municipal Tax only</small>	DOLLAR VALUE	% TAXATION
Class 1 – Residential	\$188,697	82%
Class 2 – Utilities	754	0.4%
Class 6 – Business/Other	39,231	17%
Class 8 - Recreation/Non-profit	818	0.6%
Total	\$229,500	100%

PERMISSIVE TAX EXEMPTIONS**Objective:**

Council's principle objective in considering permissive tax exemptions under section 224 of the *Community Charter* is to provide financial assistance to organizations that provide a valuable service to the broader community. These services may include cultural and recreational opportunities for adults and youth, promotion of the local economy and local charitable services.

Policies:

- The total amount of municipal revenue to be foregone by permissive tax exemptions will be approved by Council in the Village of Hazelton's Tax Exemption Bylaw.
- Exemptions for 2022 were granted to Oldtown Storytellers' Society.