

TOWN OF CRESTON

BYLAW NO. 1817

A bylaw to establish a Five Year Financial Plan.

WHEREAS a municipality must have a Five Year Financial Plan that is adopted annually by bylaw;

NOW THEREFORE the Council of the Town of Creston, in open meeting assembled, enacts as follows:

1. This bylaw may be cited as "Five Year Financial Plan (2015 - 2019) Bylaw No. 1817, 2015".
2. The Five Year Financial Plan (2015 - 2019) is attached to and forms a part of this Bylaw, as Schedule "A".
3. This bylaw shall come into full force and effect upon adoption.

READ A FIRST TIME by title and SECOND TIME by content this 14th day of April, 2015.

READ A THIRD TIME by title this 14th day of April, 2015.

ADOPTED this 28th day of April, 2015.

"Ron Toyota"
Mayor Ron Toyota

"Bev Caldwell"
Corporate Officer

Schedule "A" to Bylaw No. 1817

SCHEDULE "A" TO BYLAW NO. 1817		TOWN OF CRESTON					
FIVE YEAR CONSOLIDATED FINANCIAL PLAN							
		2015	2016	2017	2018	2019	TOTALS
REVENUES							
PROPERTY TAXES		\$ 3,801,703	\$ 4,019,000	\$ 4,171,000	\$ 4,364,000	\$ 4,498,000	\$ 20,853,703
OTHER TAXES AND ASSESSMENTS		921,141	924,500	929,500	934,500	941,500	4,651,141
FEES AND CHARGES		3,343,926	3,419,621	3,445,955	3,495,257	3,485,135	17,189,894
OTHER SOURCES		1,541,143	1,332,755	1,285,143	1,258,545	1,243,962	6,661,548
CAPITAL GRANTS		320,000	484,000	994,500	494,000	157,000	2,449,500
TOTAL REVENUES		9,927,913	10,179,876	10,826,098	10,546,302	10,325,597	51,805,786
EXPENDITURES							
MUNICIPAL PURPOSES		7,787,172	7,564,464	7,695,781	7,848,760	8,001,780	38,897,957
INTEREST ON DEBT		376,812	375,550	361,571	360,214	276,039	1,750,186
AMORTIZATION		2,064,923	2,168,639	2,283,806	2,396,473	2,468,606	11,382,447
TOTAL EXPENDITURES		10,228,907	10,108,653	10,341,158	10,605,447	10,746,425	52,030,590
SURPLUS (DEFICIT) FOR THE YEAR		(300,994)	71,223	484,940	(59,145)	(420,828)	(224,804)
CAPITAL DEBT AND RESERVE TRANSFERS							
CAPITAL EXPENDITURES		(2,236,089)	(2,196,500)	(2,390,000)	(1,239,500)	(887,000)	(8,949,089)
PORTION OF AMORTIZATION EXPENSE UNFUNDED		2,064,923	2,168,639	2,283,806	2,396,473	2,468,606	11,382,447
BORROWING		-	-	-	-	-	-
PRINCIPAL ON DEBT		(335,956)	(337,218)	(329,877)	(331,235)	(278,807)	(1,613,093)
TRANSFERS FROM :							
RESERVE FUNDS		1,257,715	436,866	467,557	334,060	210,560	2,706,758
ACCUMULATED SURPLUS		297,587	720,572	181,299	-	-	1,199,458
TRANSFERS TO:							
ACCUMULATED SURPLUS		(15,380)	(164,582)	(4,725)	(325,653)	(239,531)	(749,871)
RESERVE FUNDS		(731,806)	(698,000)	(692,000)	(774,000)	(853,000)	(3,748,806)
NET CAPITAL DEBT AND RESERVE TRANSFERS		300,994	(70,223)	(483,940)	60,145	420,828	227,804
Surplus (deficit) plus Capital, Debt and Reserve Transfers		0	1,000	1,000	1,000	0	3,000

Schedule "A" to Bylaw No. 1817

<u>TOWN OF CRESTON</u>						
<u>FIVE YEAR FINANCIAL PLAN</u>						
<u>WATER FUND</u>						
	2015	2016	2017	2018	2019	TOTALS
<u>REVENUES</u>						
OTHER TAXES & ASSESSMENTS	383,300	384,000	385,000	386,000	387,000	1,925,300
FEES & CHARGES	1,194,416	1,232,770	1,261,683	1,294,263	1,324,433	6,307,565
OTHER SOURCES	30,000	16,000	17,000	18,000	12,000	93,000
CAPITAL GRANTS	-	-	640,000	-	-	640,000
TOTAL REVENUES	1,607,716	1,632,770	2,303,683	1,698,263	1,723,433	8,965,865
<u>EXPENDITURES</u>						
INTEREST ON DEBT	-	-	-	-	-	-
OTHER MUNICIPAL PURPOSES	615,286	617,834	629,379	644,098	655,992	3,162,589
ARROW CREEK WATER CONTRIBUTIONS	654,000	656,000	659,000	667,000	675,000	3,311,000
AMORTIZATION	217,432	202,975	209,475	244,642	250,142	1,124,666
TOTAL EXPENDITURES	1,486,718	1,476,809	1,497,854	1,555,740	1,581,134	7,598,255
SURPLUS (DEFICIT) FOR THE YEAR	120,998	155,961	805,829	142,523	142,299	1,367,610
<u>CAPITAL DEBT AND RESERVE TRANSFERS</u>						
CAPITAL EXPENDITURES	(335,000)	(195,000)	(1,055,000)	(165,000)	(276,000)	(2,026,000)
PORTION OF AMORTIZATION EXPENSE UNFUNDED	217,432	202,975	209,475	244,642	250,142	1,124,666
BORROWING	-	-	-	-	-	-
PRINCIPAL ON DEBT	-	-	-	-	-	-
TRANSFERS FROM:						
ACCUMULATED SURPLUS	-	-	40,696	-	-	40,696
DEVELOPMENT COST CHARGE FUNDS	-	-	-	-	-	-
DISTRICT WATER RESERVE	11,950					11,950
TRANSFERS TO:						
ACCUMULATED SURPLUS	(15,380)	(162,936)	-	(221,165)	(116,441)	(515,922)
NET CAPITAL DEBT AND RESERVE TRANSFERS	(120,998)	(154,961)	(804,829)	(141,523)	(142,299)	(1,364,610)
Surplus (deficit) plus Capital, Debt and Reserve Transfers	-	1,000	1,000	1,000	-	3,000

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2015 CAPITAL EXPENDITURE FINANCING							
GENERAL CAPITAL EXPENDITURES							
From operating				375,462			
From Infrastructure grants				220,000			
From reserves				1,048,627			
From non-government organizations				-			
				<u>1,644,089</u>			
WATER CAPITAL EXPENDITURES							
From operating				335,000			
SEWER CAPITAL EXPENDITURES							
From operating				204,650			
From capital contributions				52,350			
From long term debt				-			
				<u>257,000</u>			
TOTAL CAPITAL				<u>2,236,089</u>			
TOWN OF CRESTON FINANCIAL OBJECTIVES AND POLICIES							
<p>The Town of Creston Financial Planning Guidelines reflects Council's direction to increase alternative revenue streams wherever possible to reduce reliance on property taxes in order to maintain existing programs and services. Council is also committed to having the sufficient funding available to insure that current infrastructure is proactively maintained thereby delaying much higher replacement costs as long as possible. In order to insure that funding is available for planned capital replacement and infrastructure renewal, Council policy is to have reserves funded for those purposes.</p>							
<p>The Financial Plan for 2015 shows property taxes is 38% of proposed funding sources identified in section 165(7) of the Community Charter. This is a normal amount and is slightly higher than 2014 (37%). With the requirement to pay for 70% of the RCMP costs since 2012, the reliance on taxation has increased.</p>							
<p>Council has considered the distribution of property taxes among the various property classes. It is Council's policy to adjust the mill rates such that the ratio of taxes paid by the various classes remains relatively constant from year to year taking into account new construction.</p>							
<p>Permissive tax exemptions approved by Council are a means of supporting organizations within the community that furthers Council's objectives of enhancing the quality of life and delivering services economically.</p>							
<p>As part of the Town of Creston's economic development strategy, Council may establish one or more revitalization tax exemption programs to encourage investment in the Town's existing commercial enterprises and the development of new commercial ventures, such as tourism related businesses, with the objectives of stimulating new economic growth and revitalization of existing commercial uses in the Town.</p>							