

TOWN OF CRESTON

BYLAW NO. 1799

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 (2014 - 2018) Bylaw No. 1799, 2014".
2. The Five Year Financial Plan (2014 - 2018) 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 25th day of March, 2014.

READ A THIRD TIME by title this 25th day of March, 2014.

ADOPTED this 15th day of April, 2014.

"Ron Toyota"
Mayor Ron Toyota

"Bev Caldwell"
Bev Caldwell, Executive Assistant

Schedule "A" to Bylaw No. 1799

TOWN OF CRESTON

FIVE YEAR FINANCIAL PLAN

SEWER FUND

	2014	2015	2016	2017	2018	TOTALS
<u>REVENUES</u>						
OTHER TAXES & ASSESSMENTS	426,623	427,000	428,000	430,000	433,000	1,711,623
FEES & CHARGES	1,240,169	1,147,246	1,168,943	1,192,844	1,217,301	4,749,202
OTHER SOURCES	16,000	21,000	20,000	18,000	17,000	75,000
CAPITAL GRANTS	-	-	-	-	-	-
TOTAL REVENUES	1,682,792	1,595,246	1,616,943	1,640,844	1,667,301	6,535,825
<u>EXPENDITURES</u>						
INTEREST ON DEBT	79,541	78,323	77,061	63,082	61,725	298,007
OTHER MUNICIPAL PURPOSES	1,093,671	1,095,493	1,113,848	1,132,606	1,151,742	4,435,618
AMORTIZATION	531,463	537,063	545,796	556,796	563,463	2,171,119
TOTAL EXPENDITURES	1,704,675	1,710,879	1,736,705	1,752,484	1,776,930	6,904,744
SURPLUS (DEFICIT) FOR THE YEAR	(21,883)	(115,633)	(119,762)	(111,640)	(109,629)	(368,919)
<u>CAPITAL DEBT AND RESERVE TRANSFERS</u>						
CAPITAL EXPENDITURES	(168,000)	(262,000)	(330,000)	(200,000)	(200,000)	(960,000)
PORTION OF AMORTIZATION EXPENSE UNFUNDED	531,463	537,063	545,796	556,796	563,463	2,171,119
BORROWING	-	-	-	-	-	-
PRINCIPAL ON DEBT	(116,630)	(117,848)	(119,110)	(111,769)	(113,127)	(465,357)
TRANSFERS FROM:						
CAPITAL RESERVE	-	-	-	-	-	-
ACCUMULATED SURPLUS	15,050	198,418	263,076	106,613	99,293	583,157
TRANSFERS TO:						
CAPITAL RESERVE	-	-	-	-	-	-
ACCUMULATED SURPLUS	-	-	-	-	-	-
WWTP REPLACEMENT RESERVE	(240,000)	(240,000)	(240,000)	(240,000)	(240,000)	(960,000)
NET CAPITAL DEBT AND RESERVE TRANSFERS	21,883	115,633	119,762	111,640	109,629	368,919
Surplus (deficit) plus Capital, Debt and Reserve Trans	-	-	(0.00)	(0.00)	-	-

Schedule "A" to Bylaw No. 1799

2013 CAPITAL EXPENDITURE FINANCING							
GENERAL CAPITAL EXPENDITURES							
From operating			329,413				
From Infrastructure grants			451,472				
From reserves			288,158				
From non-government organizations			6,358				
			<u>1,075,401</u>				
WATER CAPITAL EXPENDITURES							
From operating			590,285				
SEWER CAPITAL EXPENDITURES							
From operating			168,000				
From infrastructure grants			-				
From long term debt			-				
			<u>168,000</u>				
TOTAL CAPITAL							
			<u>1,833,686</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 2014 shows property taxes is 37% of proposed funding sources identified in section 165(7) of the Community Charter. This is close to normal and is higher than 2013 because of the very large capital program in 2013 which was funded largely by approved government grants and proposed borrowings which made up 45% of 2013 revenue sources. 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.</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>							