



BYLAW RATIONALE STATEMENT

Village of Silverton Bylaw 543, 2024 "2024-2028 Five-Year Financial Plan"

Part 6, Division 1 of the *Community Charter* Section 165 requires that a municipality have a five-year financial plan that is adopted annually by bylaw prior to the annual property tax bylaw.

The financial plan must set out the proposed expenditures by the municipality, the proposed funding sources and the proposed transfers to or between funds.

Additionally, the financial plan must set out objectives and policies for the planning period in relation to each funding source, the distribution of property value taxes among the property classes and the use of permissive tax exemptions.

This bylaw, therefore, responds to and meets the requirements of the legislation.

VILLAGE OF SILVERTON

BYLAW NUMBER 543, 2024

2024-2028 FIVE-YEAR FINANCIAL PLAN

Being a bylaw to adopt an annual financial plan

The Council of the Village of Silverton, in open meeting assembled, **ENACTS AS FOLLOWS:**

1. CITATION

This bylaw may be cited for all purposes as the "Village of Silverton 2024-2028 Five-Year Financial Plan Bylaw No. 543, 2024".

2. FINANCIAL PLAN

The Village of Silverton Five-Year Financial Plan for the period January 1st, 2024 to and including December 31st, 2028 is set out as Schedule "A" attached hereto and forming a part of this Bylaw.

3. FINANCIAL OBJECTIVES AND POLICIES

The Village of Silverton Financial Objectives and Policies for the period January 1st, 2024 to and including December 31st, 2024 are set out as Schedule "B" attached hereto and forming a part of this Bylaw.

4. SEVERABILITY

The provisions of this Bylaw are severable and the invalidity of any part of this Bylaw shall not affect the validity of the remainder of this Bylaw.

5. REPEAL

Village of Silverton 2023-2027 Five-Year Financial Plan Bylaw 538, 2023, and any amendments thereto, are hereby repealed in their entirety.

READ A FIRST TIME THIS 8TH DAY OF MAY , 2024

READ A SECOND TIME THIS 8TH DAY OF MAY , 2024

READ A THIRD TIME THIS 8TH DAY OF MAY , 2024

ADOPTED THIS 10 DAY OF May , 2024, BY A DECISION OF ALL MEMBERS OF VILLAGE COUNCIL PRESENT AND ELIGIBLE TO VOTE.


MAYOR

CORPORATE OFFICER

SCHEDULE A

Village of Silverton Five-Year Financial Plan 2024 to 2028

REVENUES	2024	2025	2026	2027	2028
Property Taxation	\$ 207,194	\$ 221,137	\$ 236,057	\$ 247,460	\$ 257,038
Sale of services	\$ 85,407	\$ 85,407	\$ 85,407	\$ 85,407	\$ 85,407
Other revenue own sources	\$ 11,776	\$ 11,776	\$ 11,776	\$ 11,776	\$ 11,776
Investment income	\$ 2,000	\$ 1,500	\$ 1,500	\$ 1,500	\$ 1,500
Grants - unconditional	\$ 294,000	\$ 294,000	\$ 294,000	\$ 294,000	\$ 294,000
Grants - conditional	\$ 28,000	\$ 27,000	\$ 17,000	\$ 17,000	\$ 17,000
Capital grant funding	\$ -	\$ -	\$ -	\$ -	\$ -
Total General	628,376	640,820	645,740	657,142	666,721
Water User Fees	108,818	112,083	115,445	118,908	122,476
Total Consolidated Revenues	737,194	752,903	761,185	776,051	789,196
	Plan	Plan	Plan	Plan	Plan
	2024	2025	2026	2027	2028
General Government	331,118	339,253	339,799	346,762	351,835
Protective Services	71,145	72,212	73,295	74,395	75,511
Transportation Services	122,784	124,625	126,495	128,392	130,318
Environmental health services	30,600	31,059	31,525	31,998	32,478
Recreation and cultural services	62,730	63,671	64,626	65,595	66,579
Total General Operations	618,376	630,820	635,740	647,142	656,721
Water Operations	68,799	70,175	71,578	73,010	74,470
Total Operating Expenses	687,175	700,995	707,318	720,152	731,191
Amortization	180,000	183,600	187,272	191,017	194,838
Net Operating Surplus (deficit)	(129,981)	(131,693)	(133,405)	(135,119)	(136,833)
Add back:					
Amortization	180,000	183,600	187,272	191,017	194,838
Transfers from Surplus/Reserves					
Transfer from General Reserves	-	-	-	-	-
Transfer from Water Reserves	-	-	-	-	-
Less:					
Capital Expenditures					
General	-	-	-	-	-
Water	-	-	-	-	-
Less:					
Transfer to Surplus/Reserves					
Transfer to General Reserves	10,000	10,000	10,000	10,000	10,000
Transfer to Water Reserves	40,019	41,908	43,867	45,898	48,005
	50,019	51,908	53,867	55,898	58,005
Financial Plan Balance	\$ -	\$ -	\$ -	\$ -	\$ -

CAPITAL FUNDS

COMPONENTS

	Plan	Plan	Plan	Plan	Plan
	2024	2025	2026	2027	2028
Sources of Funds					
Community Works Fund	-	-	-	-	-
General Operating fund	-	-	-	-	-
Utility Reserves	-	-	-	-	-
Other Reserves	-	-	-	-	-
Grants / Other revenues	-	-	-	-	-
Total Sources	-	-	-	-	-
Expenditures					
General	-	-	-	-	-
Water	-	-	-	-	-
Total Expenditures	-	-	-	-	-

SCHEDULE B

Village of Silverton Five-Year Financial Plan 2024 to 2028

Statement of Revenue Policy

The revenue policy will provide direction on how Council chooses to fund the expenditures of the Village and distribute property taxes.

1. Funding Sources

Table 1 below shows the estimated proportion of total revenue from each funding source in 2024.

Table 1: Sources of Revenue

Schedule B		
Property Value Tax	207,194	28%
Sale of Services	85,407	12%
Revenue From Own Sources	11,776	1%
Unconditional Grants	294,000	40%
Conditional Grants	28,000	4%
User Fees	108,818	15%
Transfers From Own Reserves/Funds	-	-

- a. Property Taxes
 - The existing proportionate share has been established through public process, and the Village will strive to keep the proportions at a similar ratio to past years.
 - The Village will encourage the use of alternate revenue sources in conjunction with property taxes.
 - Where new sources of revenue are made available to the Village from senior government, wherever possible these revenues will be used to reduce dependency on property taxation revenue.

- b. Grant Funding
 - Over the next five years, the Village will continue to pursue operating and capital granting opportunities from other levels of government and institutions.

- c. Fees and Charges
 - The Village will strive to review fees and charges regularly, applying changes deemed appropriate to reflect living costs and service delivery methods.

- d. Proceeds of Borrowing
 - Borrowing may be considered when determining the funding sources of large capital projects that provide future benefits to taxpayers over a long period of time.

- e. Other Sources of Revenue
 - The Village will continue to seek other sources of revenue in order to reduce reliance on property taxes.

SCHEDULE B
Village of Silverton Five-Year Financial Plan 2024 to 2028

1. Distribution of Property Taxes Among Property Classes

It is Council's goal to ensure that there is a fair and equitable apportionment of taxes to each property class. Council endeavors to set tax rates with the goal of tax stability. The apportionment of each class is calculated using the multipliers determine by Council prior to preparing the annual Tax Rate Bylaw. The tax multipliers will be reviewed and set by Council annually.

2. Permissive Tax Exemption

The Village of Silverton has an existing permissive tax exemption policy which guides the administration and approval of permissive tax exemptions.

- a. All permissive tax exemptions will be considered in accordance with the Permissive Tax Exemption Policy.
- b. A permissive tax exemption is strictly at the discretion of the Village of Silverton Council. After careful consideration of all applications Council may approve a full, a partial, or no tax exemption. The tax exemption may vary for the different applicants.
- c. The cumulative value of permissive tax exemption shall not exceed 1.25% of the total municipal tax level of the previous year.

Statement of Revenue Policy

The revenue policy will provide direction on how Council chooses to fund the expenditures of the Village and distribute property taxes.

2. Funding Sources

Table 1 below shows the estimated proportion of total revenue from each funding source in 2023.

Table 1: Sources of Revenue

Schedule B		
Property Value Tax	192,439	9%
Sale of Services	85,407	4%
Revenue From Own Sources	11,776	1%
Unconditional Grants	294,000	14%
Conditional Grants	1,156,212	57%
User Fees	102,659	5%
Transfers From Own Reserves/Funds	194,557	10%

- a. Property Taxes
 - The existing proportionate share has been established through public process, and the Village will strive to keep the proportions at a similar ratio to past years.
 - The Village will encourage the use of alternate revenue sources in conjunction with property taxes.
 - Where new sources of revenue are made available to the Village from senior government, wherever possible these revenues will be used to reduce dependency on property taxation revenue.
- b. Grant Funding
 - Over the next five years, the Village will continue to pursue operating and capital granting opportunities from other levels of government and institutions.
- c. Fees and Charges
 - The Village will strive to review fees and charges regularly, applying changes deemed appropriate to reflect living costs and service delivery methods.
- d. Proceeds of Borrowing
 - Borrowing may be considered when determining the funding sources of large capital projects that provide future benefits to taxpayers over a long period of time.
- e. Other Sources of Revenue
 - The Village will continue to seek other sources of revenue in order to reduce reliance on property taxes.

3. Distribution of Property Taxes Among Property Classes

It is Council's goal to ensure that there is a fair and equitable apportionment of taxes to each property class. Council endeavors to set tax rates with the goal of tax stability. The apportionment of each class is calculated using the multipliers determine by Council prior to preparing the annual Tax Rate Bylaw. The tax multipliers will be reviewed and set by Council annually.

4. Permissive Tax Exemption

The Village of Silverton has an existing permissive tax exemption policy which guides the administration and approval of permissive tax exemptions.

- a. All permissive tax exemptions will be considered in accordance with the Permissive Tax Exemption Policy.
- b. A permissive tax exemption is strictly at the discretion of the Village of Silverton Council. After careful consideration of all applications Council may approve a full, a partial, or no tax exemption. The tax exemption may vary for the different applicants.
- c. The cumulative value of permissive tax exemption shall not exceed 1.25% of the total municipal tax level of the previous year.