

REGIONAL DISTRICT OF NANAIMO

**SPECIAL BOARD MEETING
TUESDAY, APRIL 11, 2006**

A D D E N D U M

PAGES

FINANCE

2-5 Electoral Area 'F' Community Parks Local Service Amendment Bylaw No.
804.03.



REGIONAL DISTRICT OF NANAIMO			
CHAIR		GM Cms	
CAO		GM ES	
DA CCD		MoF	
APR 10 2006			
<i>Special board.</i>			

MEMORANDUM

TO: C.Mason
Chief Administrative Officer

DATE: April 7, 2006

FROM: N.Avery
Manager, Financial Services

FILE:

SUBJECT: Electoral Area F Community Park Service requisition limit amendment

PURPOSE:

To introduce for three readings "Electoral Area 'F' Community Parks Local Service Amendment Bylaw No. 804.03, 2006".

BACKGROUND:

Bylaw 804 and subsequent amendments set out the limits for raising property taxes to support the Community Parks service in Electoral Area F. The requisition limit in Bylaw 804 does not currently match the proposed 2006 budget or the financial plan up to 2011. A housekeeping amendment is required to acknowledge a different financial limit. Staff propose an amount of \$56,000 which approximates the financial plan in the year 2011 as the revised limit.

ALTERNATIVES:

1. Introduce the bylaw and approve it as presented.
2. Amend the bylaw and approve it as amended.

FINANCIAL IMPLICATIONS:

Alternative 1

The bylaw would reflect the 2006 to 2011 adopted financial plan. This approach produces consistency between the bylaw and our financial documents.

Alternative 2

The requisition limit could be reduced to reflect the 2006 budget – however, this would then require more frequent amendments as new annual budgets are adopted. This is administratively awkward and staff do not recommend this alternative.


SUMMARY/CONCLUSIONS:

Bylaw 804 which sets out the maximum property tax requisition for the Electoral Area F Community Park Service has become outdated and no longer reflects the planned budget in the most recent financial plan. In particular the bylaw would not permit raising \$43,000 as approved for the 2006 budget. Staff

propose a housekeeping amendment to adjust the maximum requisition to match the financial plan in the year 2011. The requisition limit would be stated as the "greater of \$56,000 or the amount obtained by multiplying \$0.09 per \$1,000 of net taxable values".

RECOMMENDATION:

That "Electoral Area 'F' Community Parks Local Service Amendment Bylaw No. 804.03, 2006" be introduced for first three readings and be forwarded to the Ministry of Community Services for approval.


Report Writer


C.A.O. Concurrence

COMMENTS:

REGIONAL DISTRICT OF NANAIMO

BYLAW NO. 804.03

**A BYLAW TO AMEND THE REQUISITION LIMIT IN
ELECTORAL AREA 'F' COMMUNITY PARKS LOCAL
SERVICE ESTABLISHMENT BYLAW NO. 804, 1990**

WHEREAS the Board has adopted a financial plan for the years 2006 to 2011;

AND WHEREAS the financial plan includes a requisition value for Electoral Area Community Parks of approximately \$50,000 by 2011;

AND WHEREAS the Board considers the requisition value to be in the best interest of the Community Parks service in Electoral Area F and wishes to amend the requisition value in accordance with the financial plan;

~~.....~~ NOW THEREFORE the Board of the Regional District of Nanaimo, in open meeting assembled, enacts as follows:

1. Section 4 of Bylaw 804 is hereby repealed and the following substituted therefore:
 - "4. The maximum amount that may be requisitioned for this service shall be:
 - (i) the greater of \$56,000 or
 - (ii) the amount obtained by multiplying a property value tax rate of \$0.09 per \$1,000 of net taxable values of land and improvements in the service area.
2. This bylaw may be cited as "Electoral Area 'F' Community Parks Local Service Amendment Bylaw No. 804.03, 2006".

Introduced and read three times this 11th day of April, 2006.

Received the approval of the Inspector of Municipalities this ____ day of _____, 2006.

Adopted this ____ day of _____, 2006.

CHAIRPERSON

MANAGER, ADMINISTRATIVE SERVICES

REGIONAL DISTRICT OF NANAIMO
FINANCIAL PLAN 2006 TO 2011

Community Parks-F	2005 Budget	2006	2007	2008	2009	2010	2011	SubTotal
Revenues								
Property taxes	(22,650)	89.8% (43,000)	5.8% (45,500)	7.7% (49,000)	9.2% (53,500)	2.0% (54,570)	2.0% (55,661)	(301,231)
Prior year (surplus)/deficit	(75,355)	(42,500)	(14,868)	(7,473)	(2,353)	(1,995)	(1,456)	(71,145)
Total Revenues	(98,005)	(85,500)	(60,368)	(56,473)	(56,353)	(56,565)	(57,117)	(372,376)
Expenditures								
Administration	1,095	1,715	1,715	1,715	1,715	1,715	1,715	10,290
Professional fees	3,500	4,000	2,500	2,500	2,500	2,500	2,500	16,500
Building Ops	100	125	125	125	125	125	125	750
Operating Costs	6,035	23,361	18,595	18,781	18,969	19,159	19,159	118,024
Wages & Benefits	14,429	26,431	26,950	27,489	28,049	28,610	28,610	166,159
Contributions to reserve funds	40,000	0	0	0	0	0	0	0
Capital	0	15,000	3,000	3,000	3,000	3,000	3,000	30,000
SubTotal	65,159	70,632	52,895	53,620	54,358	55,109	55,109	341,723
New debt			0	0	0	0	0	0
Total expenditures	65,159	70,632	52,895	53,620	54,358	55,109	55,109	341,723
(Surplus)/deficit	(32,846)	(14,868)	(7,473)	(2,853)	(1,995)	(1,456)	(2,008)	(30,653)