



# Public Consultation 2012–2016 Financial Plan

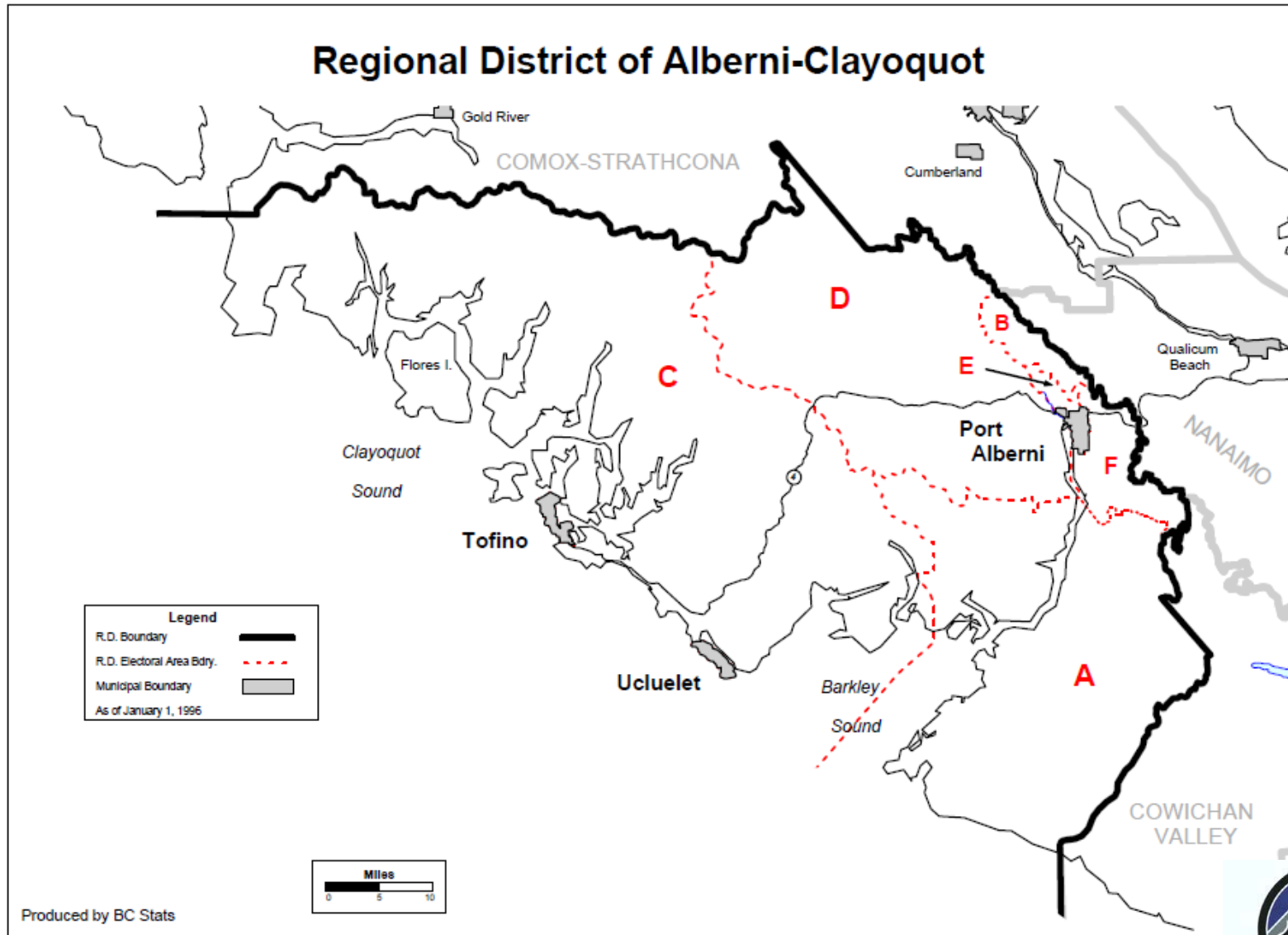
March 14, 2012

# Regional District's Background

- ▶ Created by the Province in the mid 1960's to meet local & regional needs that could not be addressed by municipalities or province itself
- ▶ The Alberni Clayoquot Regional District was created by the Province issuing its Letters Patent or birth certificate in April 1967
- ▶ At present there are 29 Regional Districts in the Province



# Map of Regional District



# ACRD Members

Area	Population (2011 census)
City of Port Alberni	17,743
District of Tofino	1,876
District of Ucluelet	1,627
Area A – Bamfield	192
Area B – Beaufort	456
Area C – Long Beach	433
Area D – Sproat Lake	1,701
Area E – Beaver Creek	2,885
Area F – Cherry Creek	1,916
<b>Total</b>	<b>28,829</b>
Huu-ay-aht FN (by April 2012)	83
Ucluelet FN (by April 2012)	240
Uchuckleset FN (by 2021)	19
Toquaht FN (by 2021)	22



# Purpose of Regional District's

- ▶ Provide services to the members in 3 distinct ways:
  1. Local governments for the unincorporated electoral areas such as providing fire protection to Bamfield
  2. Inter-jurisdictional service body that provides sub-regional services to different combinations of members such as the Vancouver Island Regional Library Service
  3. Regional service body for providing important regional services such as 911 Telephone Service



# ACRD Services



- Administration
- Fire Protection
- 911 Telephone Service
- Emergency Programs
- Solid Waste Management
- Airports
- Water Systems
- Planning
- Building Inspection
- Library Services
- Parks
- Custom Transit
- Noise Control
- Street Lighting
- Power Distribution
- Tourism Marketing



# Service Financial Rules

- Areas are only charged for the services they are provided
- Services are independent – you cannot transfer revenues and expenditures between services
- The entire Board is responsible for each service



# Property Tax Process

1. Create Financial Plan to determine the tax requisition amount required for the year
2. Create Tax Requisition to determine the apportionment between the members
3. Provide Municipalities & the Surveyor of Taxes the tax requisition amount required (RD's do not collect directly)





# 1. Financial Plans

- ▶ The Board of Directors must adopt two separate budgets before March 31<sup>st</sup> each year:
  - The Alberni–Clayoquot Regional District
    - Annually adopt a 5 year Financial Plan
    - Budget of approximately \$15 million per year
  - The Alberni–Clayoquot Regional Hospital District
    - Annual Budget
    - Budget of approximately \$2 million per year



# Information Presented

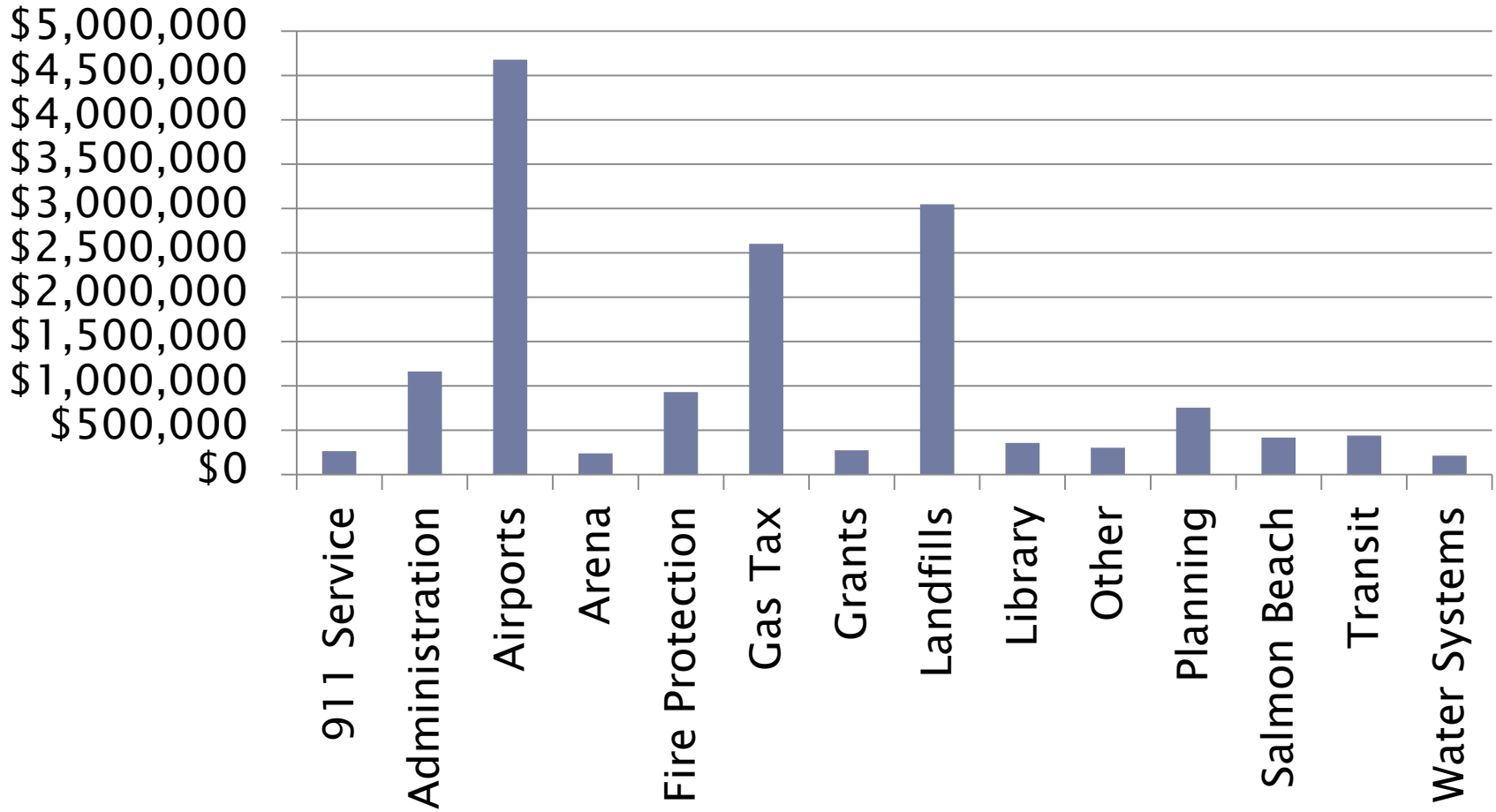
- ▶ The information in this presentation is based on the draft 2012–2016 Financial Plan that will be presented for 2<sup>nd</sup> reading to the Board of Directors on Wednesday, March 14<sup>th</sup>.
- ▶ The amounts in this Financial Plan will change before it is adopted on March 28<sup>th</sup>.



Disclaimer



# 2012 Expenditures





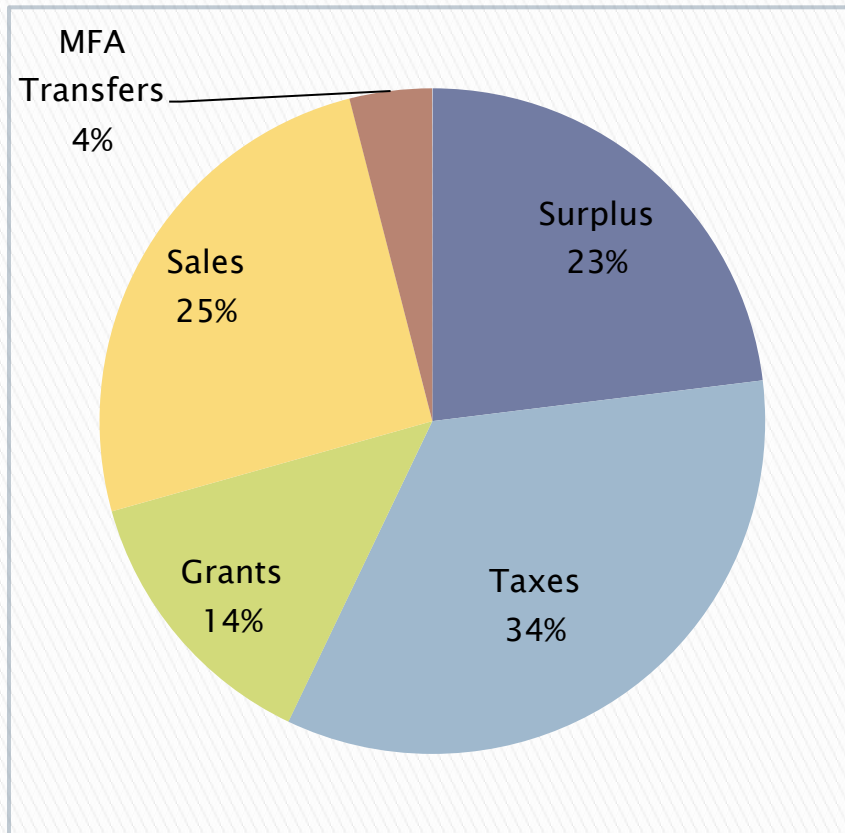
ALBERNI-CLAYOQUOT REGIONAL DISTRICT  
 2012-2016 FINANCIAL PLAN  
 SUMMARY OF REVENUE & EXPENDITURES  
 PARTICIPANTS: ALL MEMBERS

Draft for second reading  
 on March 14, 2012

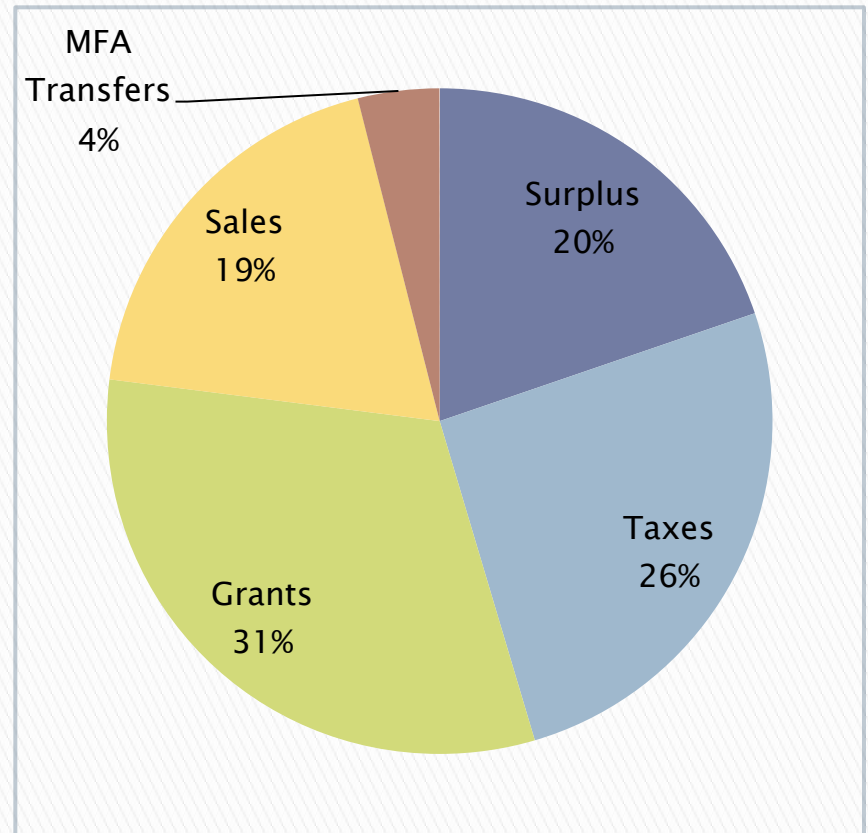
Line	History			Budget					Line
	2011 ACTUAL	2011 PLAN		2012	2013	2014	2015	2016	
			<b>REVENUE</b>						
1	\$ 1,403,423	\$ 1,430,753	Surplus from prior years	\$ 1,103,148	\$ -	\$ -	\$ -	\$ -	1
2	1,696,752	1,696,752	Committed surplus from prior years	2,137,538	-	-	-	-	2
3	3,394,018	3,394,015	Tax requisition	3,521,809	4,411,192	4,497,366	4,547,595	4,645,429	3
4	797,960	797,960	Parcel taxes	682,178	684,459	669,959	670,459	671,059	4
5	392,000	-	Parcel tax prepayments	-	-	-	-	-	5
6	68,238	24,750	Grants in lieu of taxes	31,900	31,900	31,900	31,900	31,900	6
7	1,751,092	3,979,515	Grants from other sources	5,152,077	973,369	536,100	536,600	436,700	7
8	185,161	146,674	Services to other governments	154,744	321,944	147,144	148,444	149,844	8
9	2,908,074	2,934,040	Sales of services	2,806,800	2,772,600	2,777,500	2,782,500	2,787,600	9
10	231,380	131,750	Other revenue	158,000	148,000	148,000	148,000	148,000	10
11	87,754	80,000	Value added taxes	2,500	-	-	-	-	11
12	<u>\$ 12,915,853</u>	<u>\$ 14,616,209</u>		<u>\$ 15,750,694</u>	<u>\$ 9,343,464</u>	<u>\$ 8,807,969</u>	<u>\$ 8,865,498</u>	<u>\$ 8,870,532</u>	12
13	538,506	538,506	Transfers from Municipalities for MFA	648,591	648,591	648,591	648,591	648,591	13
14	<u>\$ 13,454,359</u>	<u>\$ 15,154,715</u>	Total Revenue	<u>\$ 16,399,285</u>	<u>\$ 9,992,055</u>	<u>\$ 9,456,560</u>	<u>\$ 9,514,089</u>	<u>\$ 9,519,123</u>	14



# Revenue Comparison

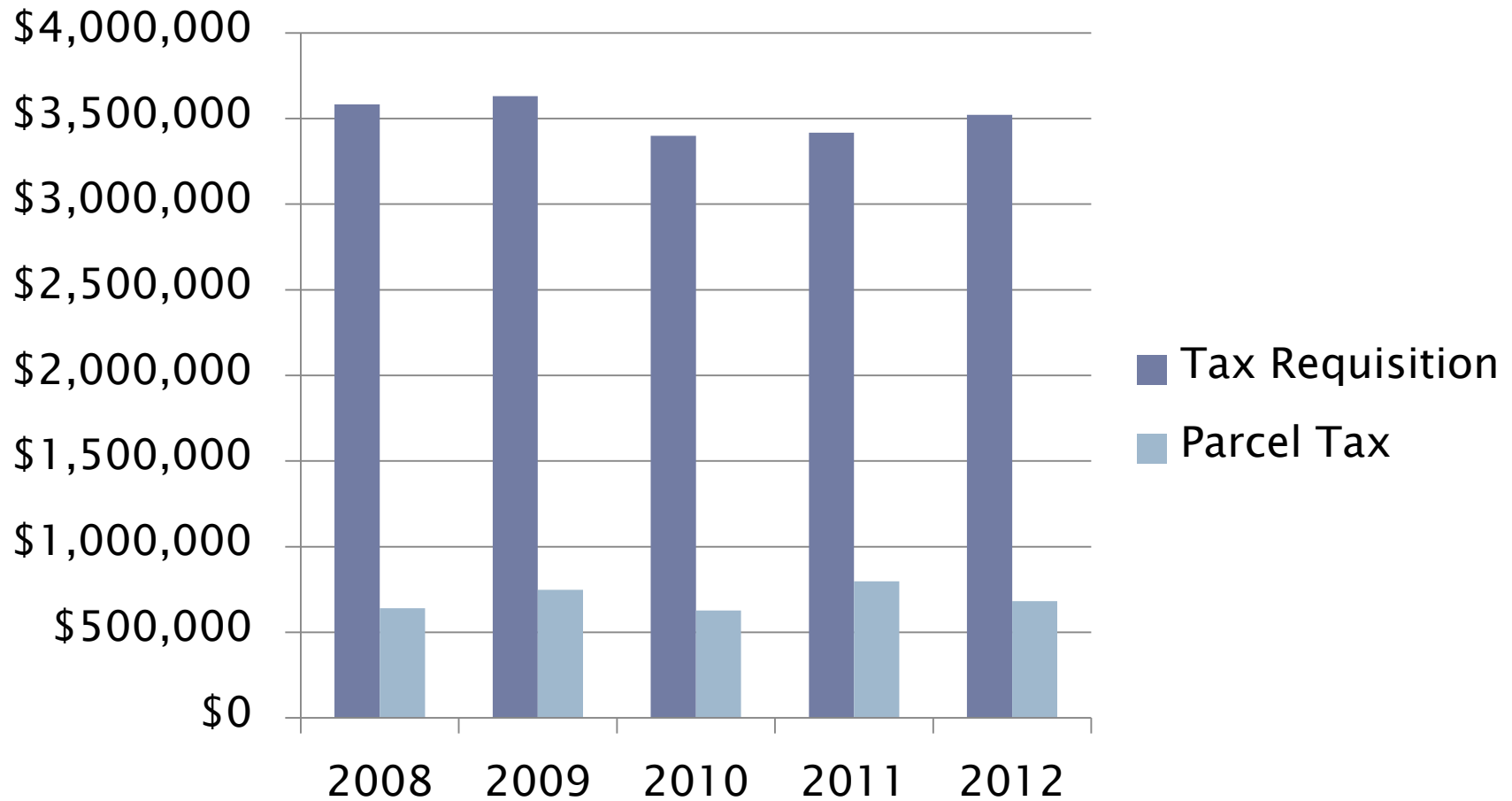


2011 Actual Revenues



2012 Budgeted Revenues

# Tax Comparison



# Annual Surplus

- ▶ Financial Plan is created on a cash basis and the Financial Statements are created on an accrual basis
- ▶ Section added at the bottom of each service budget to reconcile from cash to accrual
- ▶ Add: Principal debt payments
  - Transfers to reserves
- ▶ Deduct: Amortization
  - Proceeds from debt
  - Prior year surplus



## 2. Tax Requisition

- ▶ Take total tax requisition required as determine in Financial Plan and apportion it among the members
- ▶ Apportionment is based on process determined in Letters Patent or Establishing Bylaws
  - Determine which members /and or area's are included in the service
  - Determine cost recovery mechanisms (ie. Land & improvements or parcel tax)
  - Determine maximum requisition amount (if applicable)





# Land & Improvements

- ▶ BC Assessment provides taxable values of the land and improvements
- ▶ Regional District's use converted (adjusted) land & improvements as the basis of their requisition
  - The conversion tax rates are provided by the province through regulation and are currently:

Class of Property	Percentage to be applied
1 - Residential	10.0%
2 - Utilities	35.0%
3 - Supportive housing	10.0%
4 - Major Industry	34.0%
5 - Light Industry	34.0%
6 - Business	24.5%
7 - Managed Forest Land	30.0%
8 - Recreational Property	10.0%
9 - Farm Land	10.0%



**2012 HOSPITAL NET TAXABLE AND CONVERTED VALUES  
FOR REGIONAL DISTRICT ELECTORAL AREAS  
- Per Sec 804.2 (1) (A) & (B) Local Government Act  
Completed Roll**

Regional District: 01 - Alberni-Clayoquot  
Electoral Area: A  
Jurisdiction: 770 - Alberni Rural

Prop Class	Occurrences	Land	Converted Land	Improvements	Converted Impr	Total	Converted Total	Conv %
01 Residential	543	79,325,051	7,932,505	38,959,302	3,895,930	118,284,353	11,828,435	10.00
02 Utilities	14	305,900	107,065	545,300	190,855	851,200	297,920	35.00
05 Light Industry	31	1,396,300	474,742	1,656,600	563,244	3,052,900	1,037,986	34.00
06 Business And Other	50	4,862,337	1,191,272	3,810,663	933,612	8,673,000	2,124,885	24.50
07 Managed Forest Land	98	18,795,200	5,638,560			18,795,200	5,638,560	30.00
08 Rec/Non Profit	11	757,300	75,730			757,300	75,730	10.00
09 Farm	25	105,555	10,555			105,555	10,555	10.00
<b>Total</b>	<b>772</b>	<b>105,547,643</b>	<b>15,430,429</b>	<b>44,971,865</b>	<b>5,583,641</b>	<b>150,519,508</b>	<b>21,014,071</b>	
<b>Total (Less S.353LGA/398VC)</b>			<b>15,430,430</b>		<b>5,583,641</b>		<b>21,014,071</b>	



"What the ... They raised our property tax assessment 21 percent because we added a birdbath!"

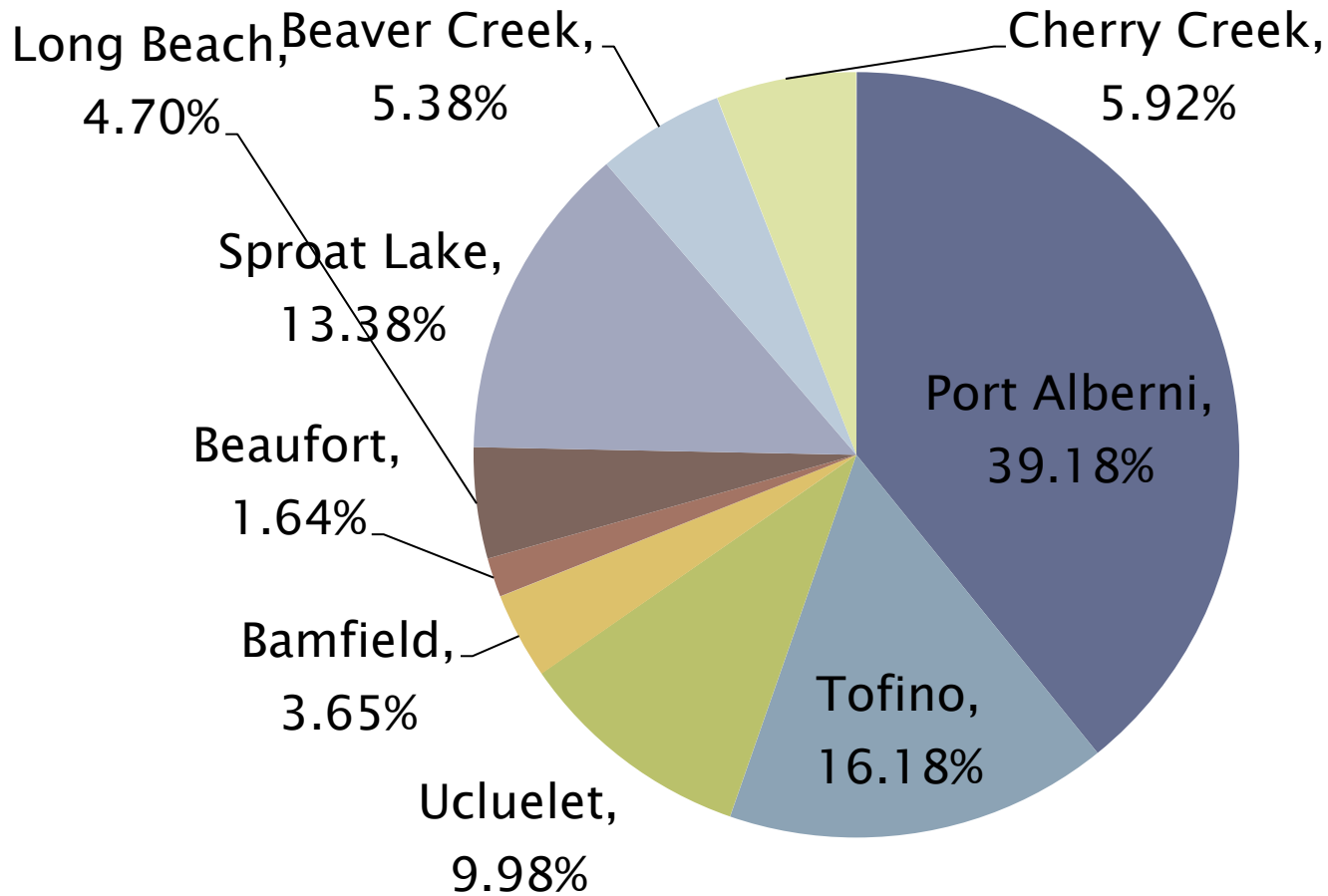


# Converted Assessed Values

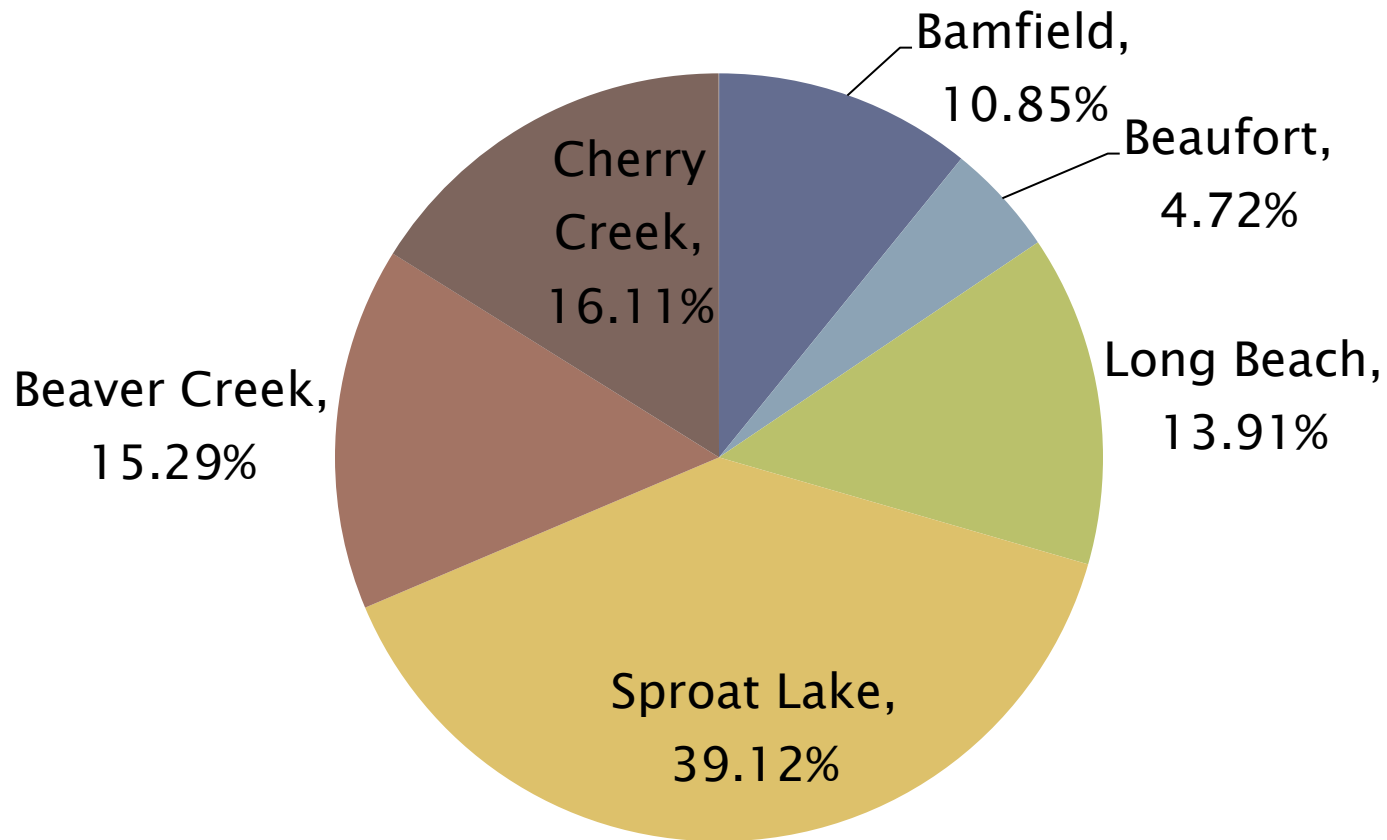
Area	2012 Assessed	2011 Assessed	% Difference
City of Port Alberni	\$225,771,938	\$228,301,443	-1.11%
District of Tofino	\$93,232,320	\$99,087,225	-5.91%
District of Ucluelet	\$57,513,974	\$61,035,381	-5.77%
Area A – Bamfield	\$21,014,070	\$21,490,133	-2.22%
Area B – Beaufort	\$9,437,333	\$9,345,137	+0.99%
Area C – Long Beach	\$27,101,705	\$27,556,771	-1.65%
Area D – Sproat Lake	\$77,115,743	\$77,490,743	-0.48%
Area E – Beaver Creek	\$31,003,598	\$30,291,604	+2.35%
Area F – Cherry Creek	\$34,118,479	\$31,904,682	+6.94%
<b>Total</b>	<b>\$576,309,160</b>	<b>\$586,503,119</b>	<b>-1.74%</b>



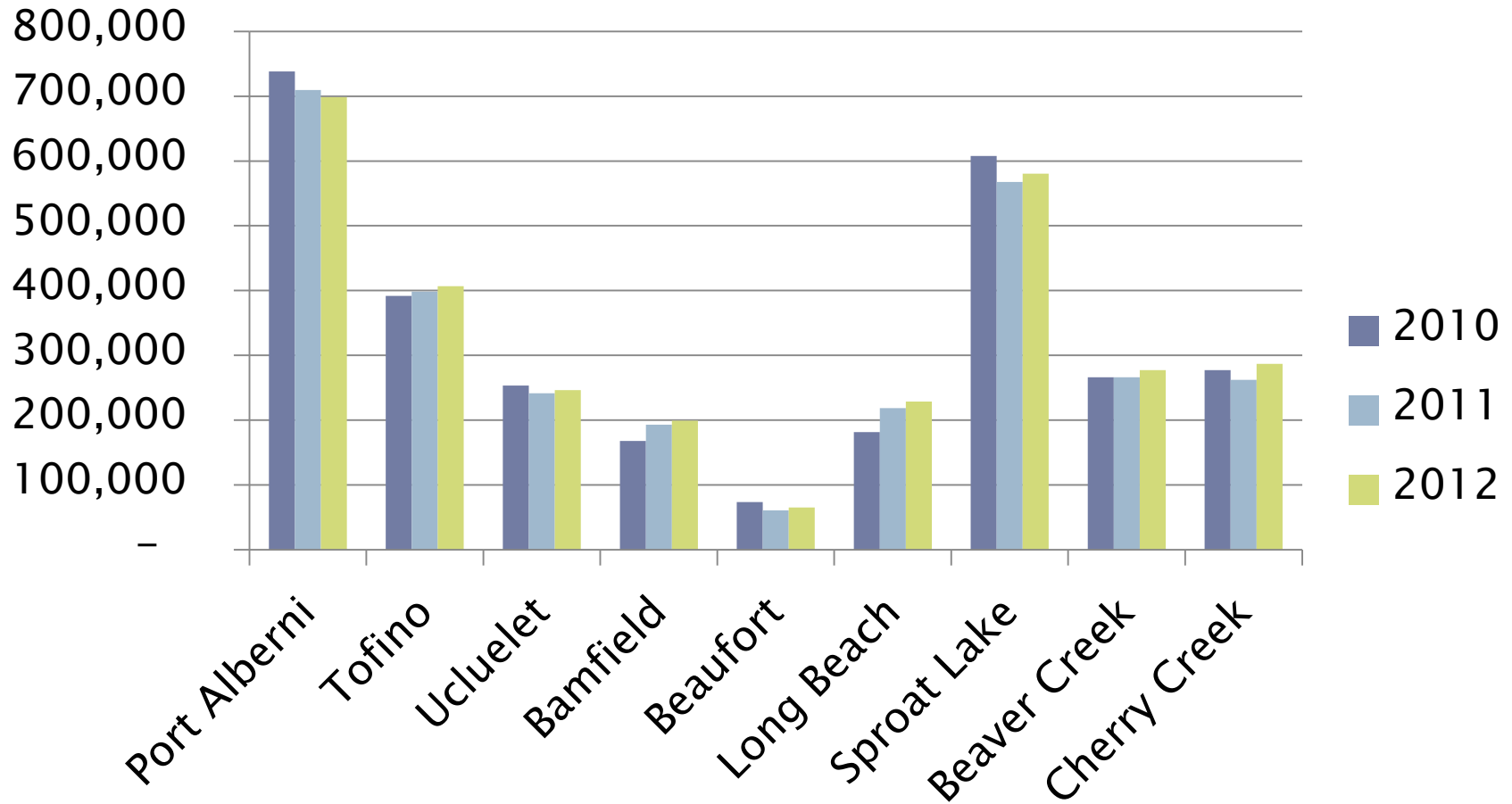
# 2012 Region Wide Apportionment



# 2012 Electoral Area Appportionment



# ACRD Requisition by Area



# Tax Rates for General Services

Area	2012 Rate	2011 Rate	Change %
City of Port Alberni	\$0.309	\$0.312	-0.80%
District of Tofino	\$0.436	\$0.403	+7.67%
District of Ucluelet	\$0.428	\$0.398	+7.05%
Area A - Bamfield	\$0.948	\$0.906	+4.45%
Area B - Beaufort	\$0.691	\$0.651	+5.74%
Area C - Long Beach	\$0.844	\$0.801	+5.04%
Area D - Sproat Lake	\$0.752	\$0.733	+2.60%
Area E - Beaver Creek	\$0.893	\$0.878	+1.69%
Area F - Cherry Creek	\$0.840	\$0.823	+2.12%
<b>Overall Total</b>	<b>\$0.519</b>	<b>\$0.499</b>	<b>+3.77%</b>

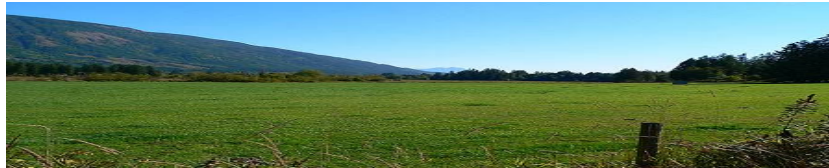


Per thousand of converted assessed values



# Tax Rates for Local Services

Area	2012 Rate	2011 Rate	Change %
Arvay Rd Lighting	\$0.336	\$0.339	-0.71%
Bamfield Fire/Parks	\$0.905	\$1.047	-15.76%
Beaver Creek Fire	\$0.772	\$0.795	-2.98%
Franklin Fire	\$1.387	\$0.534	+61.47%
Granville Rd Fire	\$0.781	\$0.628	+19.61%
Mountain Ranch Fire	\$0.771	\$0.678	+12.12%
South Long Beach Fire	\$0.330	\$0.306	+7.27%
South LB Lighting	\$0.019	\$0.023	-19.58%
Sproat Lake Fire/Parks	\$0.649	\$0.546	+15.90%



Per thousand of converted assessed values





### 3. Provide Requisition Amounts to Municipalities & the Surveyor of Taxes

- ▶ Amounts required are then collected by property tax by either the Municipality or the Surveyor of Taxes
- ▶ A collection charge of 5.25% is added onto requisition by the Surveyor





Thank you & Questions? >>



# Regional Hospital District 2012 Annual Budget

Public Consultation March 14<sup>th</sup>, 2012

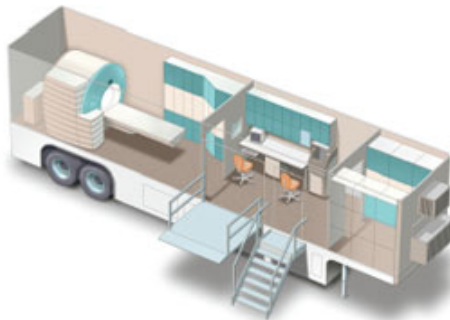
# Regional Hospital District

- ▶ The Regional District also serves as the Regional Hospital District for the area
- ▶ Purpose of the Hospital District is to raise capital funds for the hospital facilities within the Region
- ▶ West Coast General Hospital, Tofino General Hospital, Bamfield Health Centre

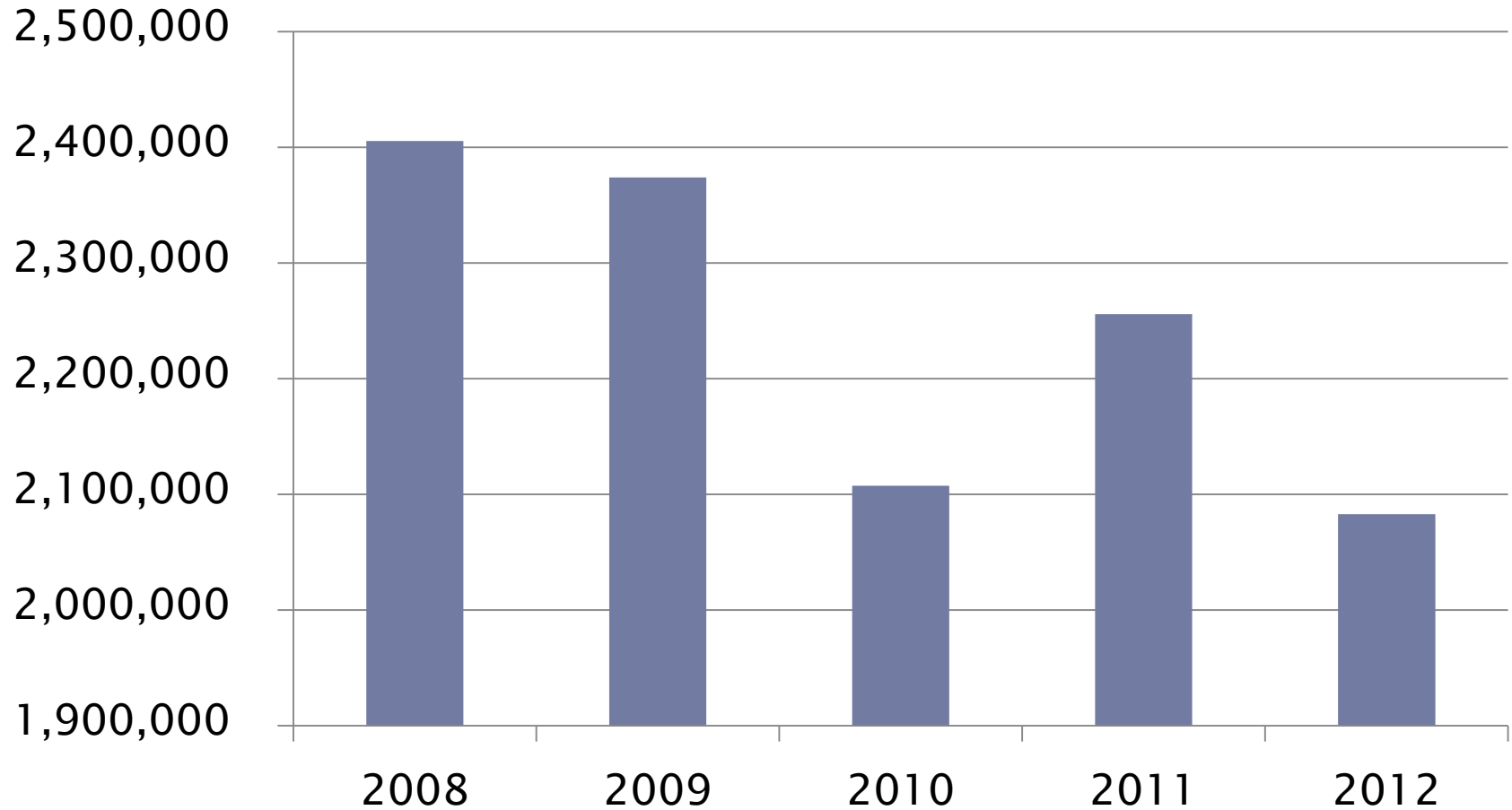


# Hospital District Budget

- The Regional Hospital District is paying for 40% of the West Coast General Hospital construction.
- Budget includes a \$550,000 equipment grant, as in prior years, to the Vancouver Island Health Authority
- Budget also includes \$290,000 for the Mobile MRI project



# ACRHD Requisition





Thank you & Questions? >>