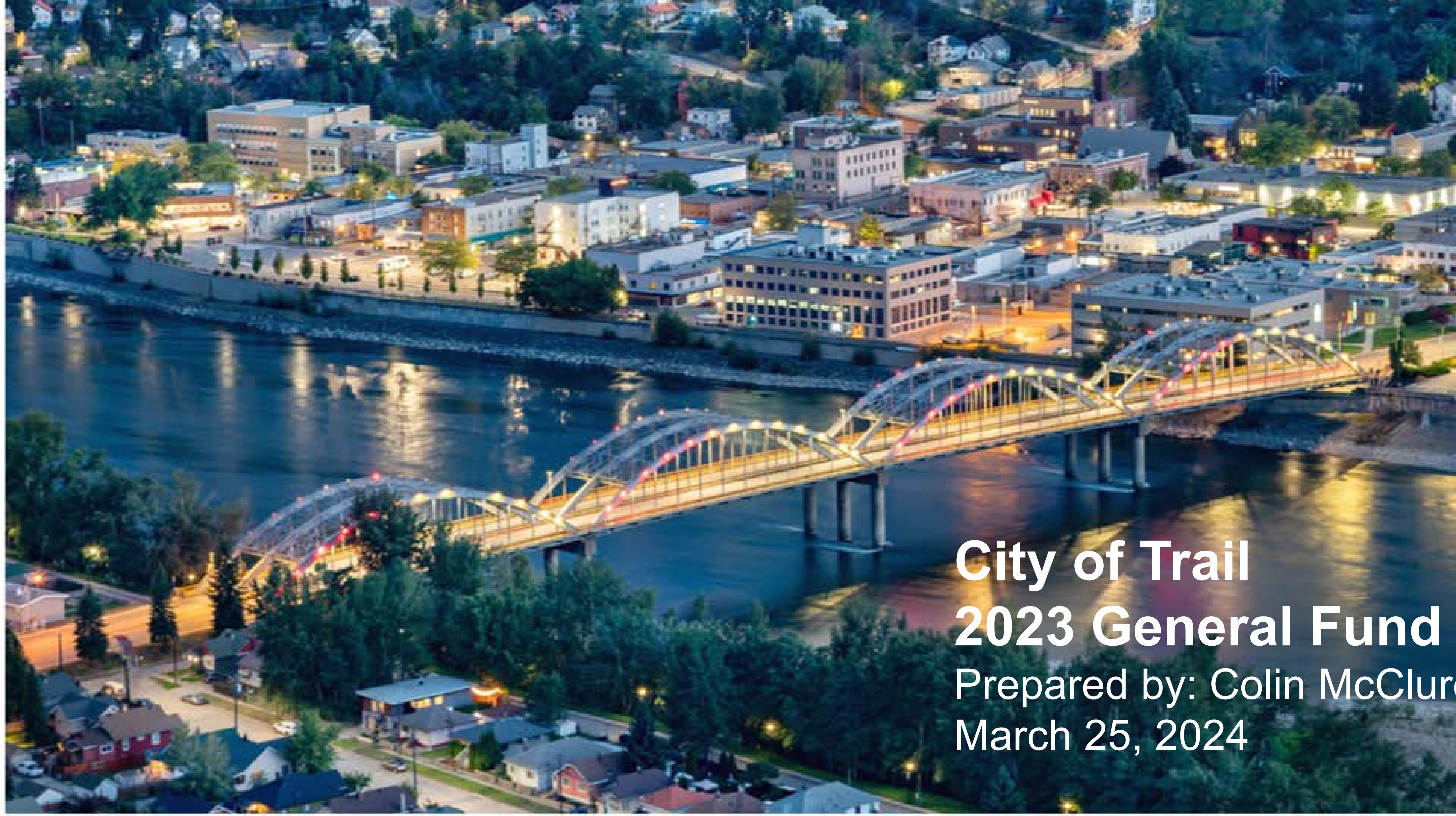

City of Trail
2023 General Fund

Prepared by: Colin McClur

March 25, 2024

Quick Facts

- All City Operational revenue close to $32 Million in 2023 (unaudited)
- Total operational expenses $20.3 Million
- Revenue over expenses pay down debt & flow into Operational and Capital reserves
- General Fund Operational expense & allocations to reserves/capital was budgeted at $21M in 2023, funded by $16M in Taxation (approx. 1.3 to 1 ratio)
- A 1% increase in taxation produces about $159,000 to cover operational expenditures
- 69 Regular Full-time Employees
- 27 Part-Time (6 RCMP Guards, 17 Aquatic Staff, 1 RCMP Clerk, 2 TALC Janitors, 1 Exempt Airport Manager)
- 7 Casual (2 Airport Staff, 5 Parks and Rec Staff)

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2023 General Fund Results

- Interest income was substantially higher than budgeted
- Number of vacant positions throughout the year has resulted in savings
- Understaffing at RCMP has resulted in that budget being under, however, the overtime costs has resulted in that savings being lower
- Significant savings from proper billing from Fortis for streetlights and retro credit
- Revenue improvements at the TMC, TALC & Airport are continuing post-pandemic
- TALC had significant maintenance issues that are reflected in why Parks, Rec and Culture is significantly overbudget
- Low snow year resulted in Public Works staff working on projects in Parks & Rec so helps explain why Public Works is underbudget and Parks & Rec are over
- Reallocation of Insurance expenses from General to Parks, Rec and Culture to reflect actual costs in City segments – part of the reason it is overbudget this year
- Recovery of funds provided by RCMP for occupancy of the Trail Detachment for Capital upgrades in 2022 increased revenue in 2023
- Building permits was underbudget but Business license revenue was over

2024 General Fund Overview

- Recommending a 4.25% average overall property tax increase
- Additional $100K in revenue from Rossland joining TRP
- Estimate $100K savings in Credit Card fees
- Estimating $100K savings from proper billing from Fortis for streetlights
- Revenue improvements at the TMC, TALC & Airport are assisting keeping the tax increase lower would have been required
- Interest income is currently providing higher than expected funding
- There was a reallocation of Insurance budget from General to Parks, Rec and Culture
- Budget increase for wages & benefits and supplies for the Parks, Rec and Culture department based on actual results of 2022 & 2023
- Increase in allocation to Equipment reserve in 2024 ongoing
- Enlarge the allocation to Operating Capital in 2024 & onwards

2024 Proposed & 2023 Actual Property tax increases

	2024 Proposed	2023		2024 Proposed	2023
Abbotsford	5.12%	5.98%	New West	8.00%	6.00%
Burnaby	4.50%	3.99%	North Cowichan	5.78%	4.82%
Campbell River	3.47%	11.27%	North Sanaich	7.80%	4.90%
Castlegar	6.43%	6.50%	North Vancouver	8.50%	5.24%
Central Sannich	7.76%	7.19%	Osoyoos (24% inc uti	5.50%	9.00%
City of Vancouver	7.60%	10.70%	Penticton	5.31%	9.50%
Coldstream	9.70%	8.40%	Port Coquitlam	5.58%	3.38%
Coquitlam	8.92%	5.48%	Port Moody	8.37%	11.33%
Cranbrook	8.32%	5.87%	Prince George	6.78%	7.22%
Creston	7.30%	4.42%	Princenton	5.31%	10.00%
Delta	7.75%	4.90%	Quesnel	5.60%	9.50%
Duncan (police - 6.13%)	7.54%	8.90%	Revelstoke	3% to 7%	3.00%
Fernie	6.10%	6.80%	Richmond	5.62%	5.88%
Gibsons	3.00%	4.50%	Rossland (5% inc x ne	5.00%	3.50%
Invwemere	6.75%	5.00%	Saanich	7.76%	6.80%
Kamloops	11.00%	7.00%	Sidney	6.04%	4.93%
Kelowna	4.75%	4.00%	Summerland	5.39%	3.75%
Keremeos	4.00%	3.50%	Surrey	?	12.50%
Kimberly	5.33%	3.90%	Vancouver	7.50%	10.70%
Lake Country	9.52%	17.05%	Vernon	5.49%	4.48%
Langford	15.60%	11.94%	Victoria	8.37%	6.00%
Langley	6.88%	5.37%	West Kelowna	6.85%	5.00%
Maple Ridge	6.50%	5.65%	West vancouver	7.54%	6.07%
Nanaimo	8.00%	7.20%	Whistler	8.18%	6.00%
Nelson	5.30%	5.80%	White Rock	4.82%	6.59%

Effect of Assessments in 2024

Property Class	2023 Assessed Values	2024 Assessed Values	% Change	% of Total Assessment
Residential	$1,302,869,300	$1,295,387,500	-.57%	74.18%
Utility	18,034,175	19,206,155	6.50%	1.10%
Major Industry	225,530,000	239,580,000	6.23%	13.72%
Light Industry	3,471,900	3,867,200	11.39%	0.22%
Business	164,653,000	185,255,400	12.63%	10.61%
Forest	932,000	518,000	-44.24%	0.03%
Non-Profit	2,290,700	2,493,500	8.85%	0.14%
Total	**$1,717,781,075**	**$1,746,307,757**	**.79%**	**100.00%**

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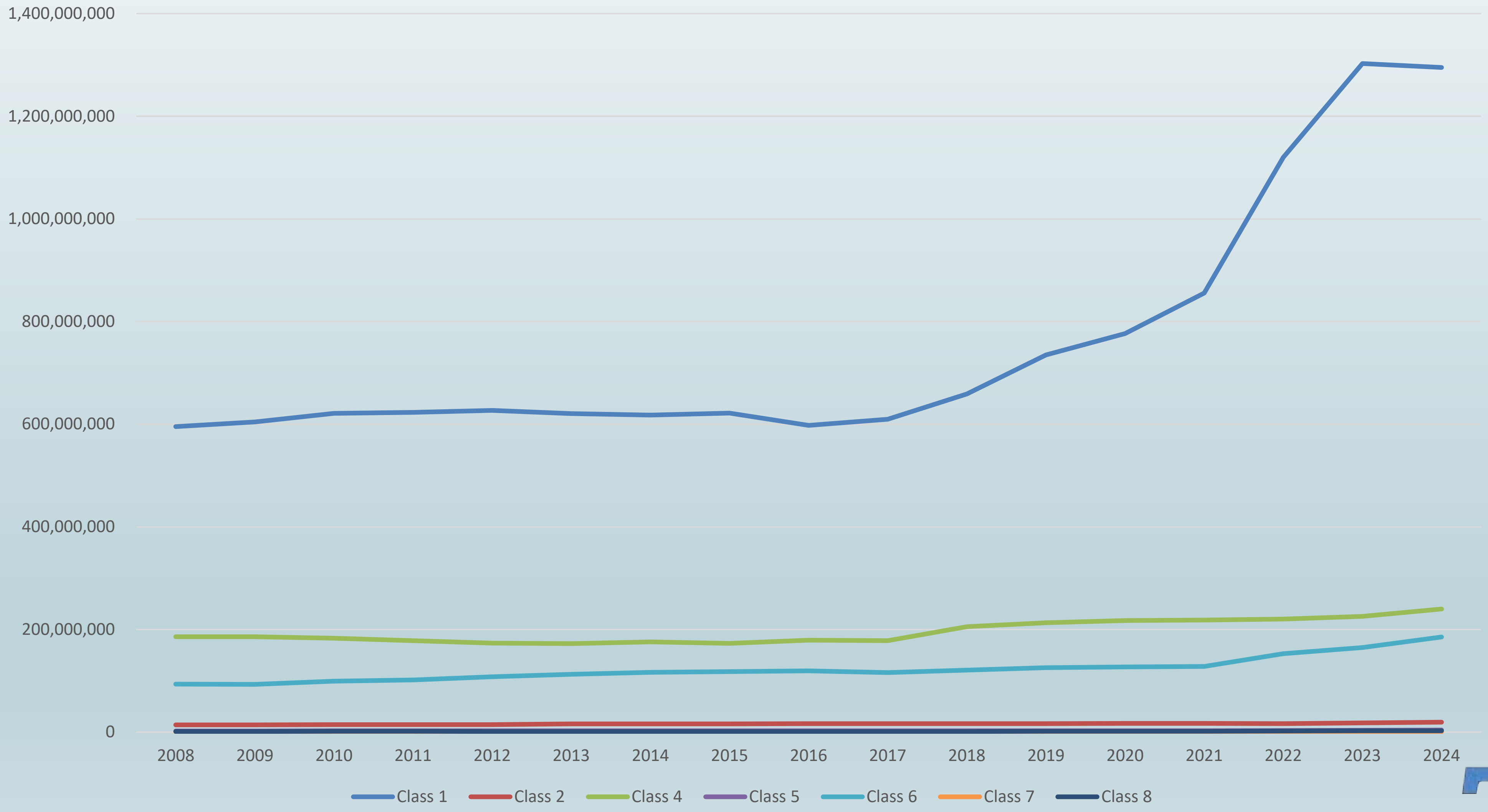
2008-2024 City of Trail Assessment History



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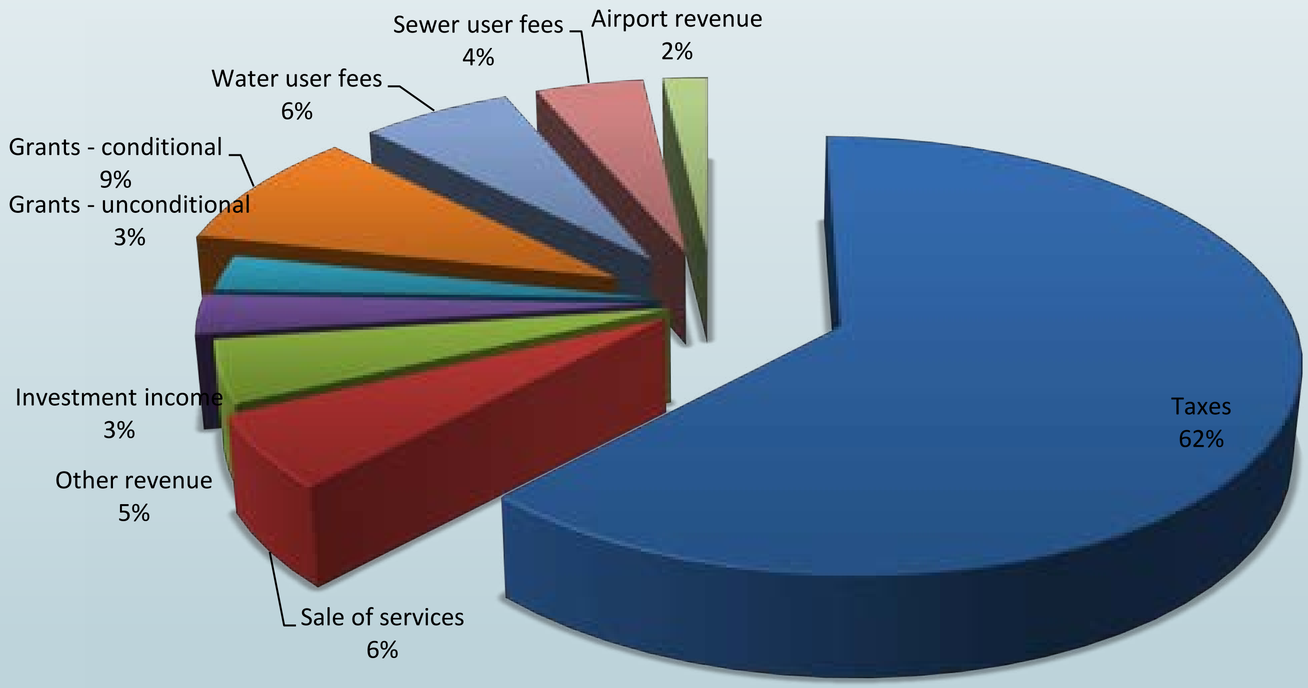
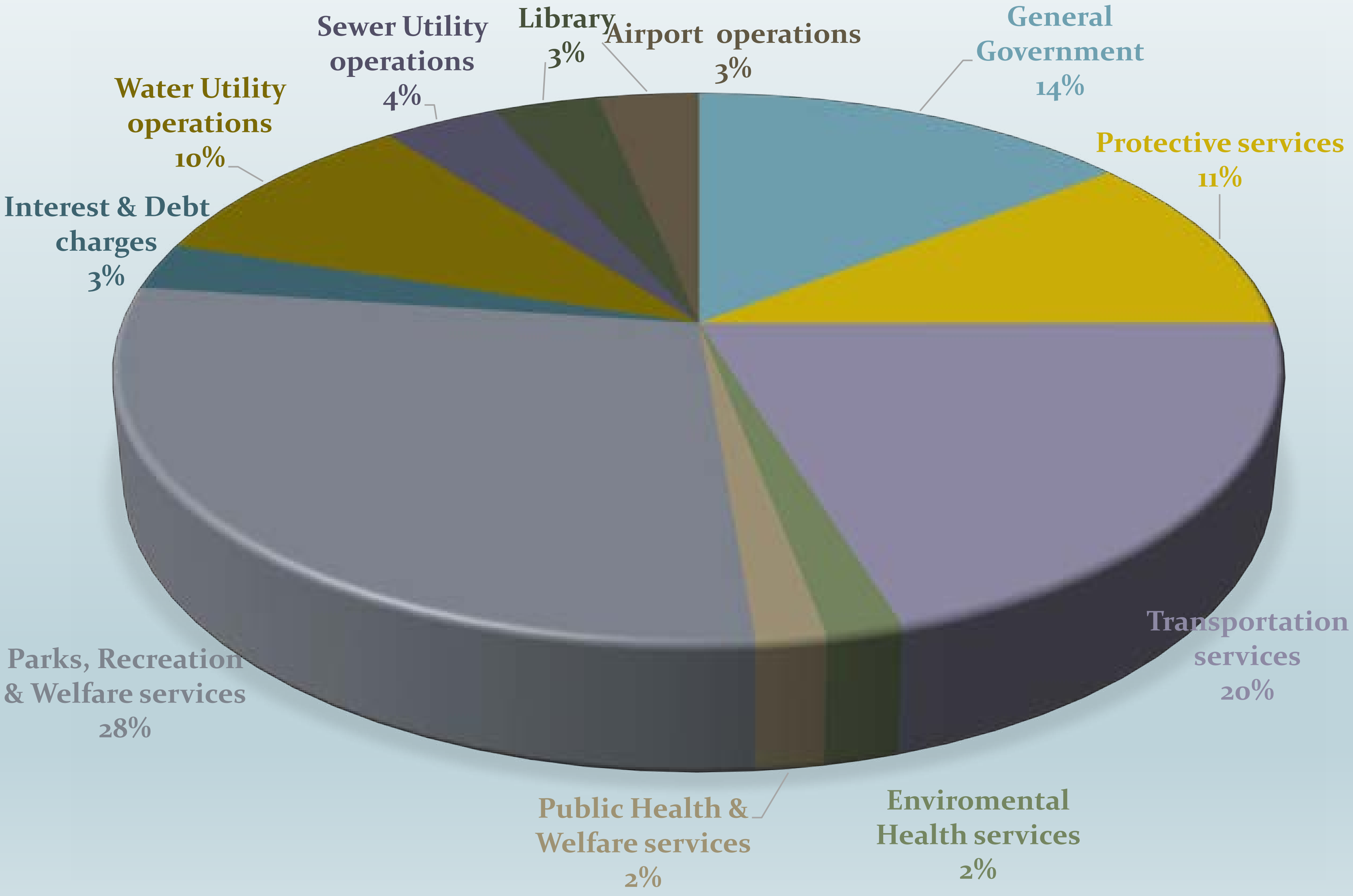
City of Trail Revenues 2022

Taxes	$16,709,710
Sale of services	1,514,828
Other revenue	1,272,450
Investment income	802,903
Grants - unconditional	723,001
Grants - conditional	2,409,965
Water user fees	1,675,925
Sewer user fees	1,205,637
Airport revenue	500,430
Total	$26,814,849



City of Trail Expenses 2022

General Government	$2,892,097
Protective services	2,146,563
Transportation services	4,076,529
Environmental health services	369,657
Public Health & Welfare services	338,522
Parks, recreation & culture	5,746,728
Interest & Debt charges	556,200
Water utility operations	1,947,158
Sewer utility operations	754,683
Library	686,411
Airport operations	659,940
Total	$20,174,488



2024 Property Tax – All Agencies

Effect on Average Single Family Dwelling - $382,351 in 2024

	2023	2024	Net Change	% Change
Municipal Property Tax	$1,042	$1,086	$44	4.25%
RDKB*	730	780	50	6.92%
Kootenay Boundary Regional Hospital**	71	71	0	0%
School Tax**	665	665	0	0%
BC Asses/MFA**	13	13	0	0%
Less HOG	(770)	(770)	0	
Overall	**$1,751**	**$1,845**	**$94**	**5.39%**

*The effect on the RDKB tax requisition would have been more if there had not been tax shifting due to the higher increase in assessed value in 2024 of Major Industry

*Note 2023 RDKB tax charge on average SFD (387,698) should have been $730 but due to error was $638 a tax break of $92 to be recovered in 2024 RDKB tax amount

*2024 Tax requisition have not yet been received

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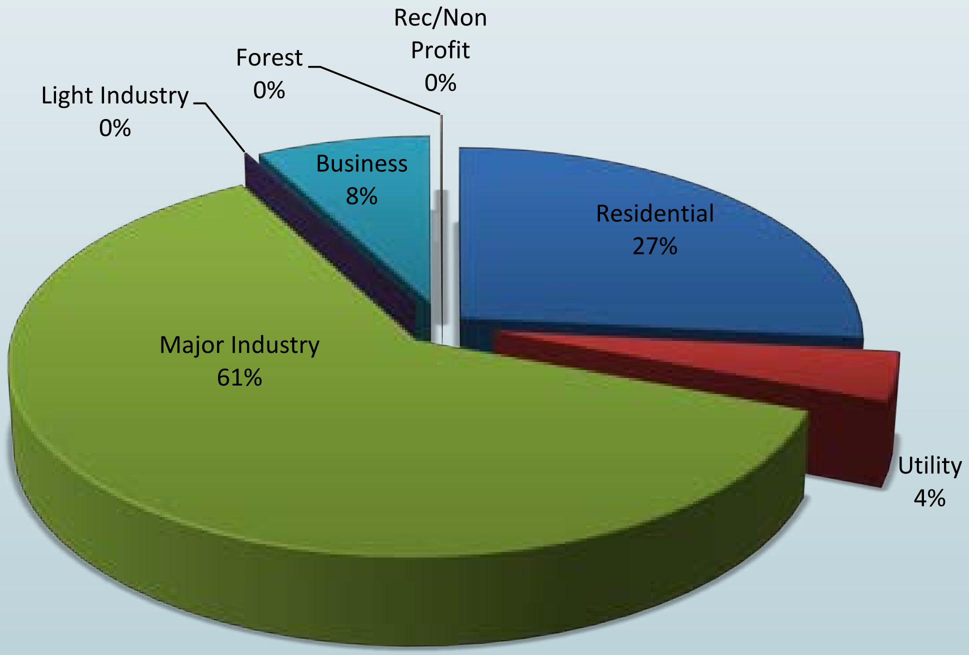
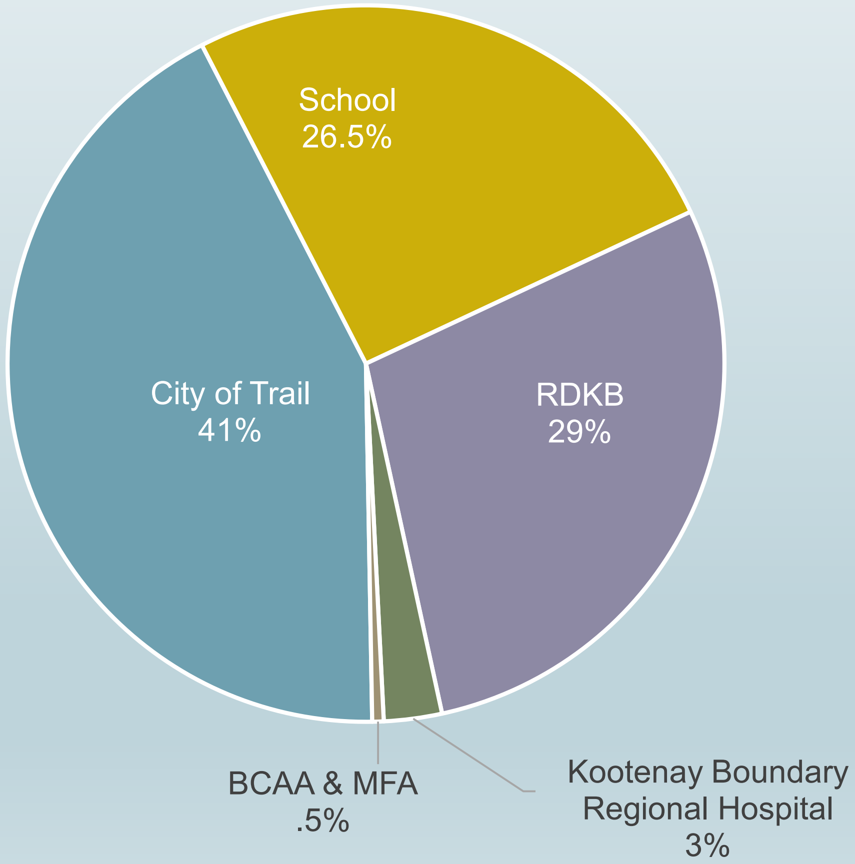
2023 Municipal General Fund Tax Allocation



Residential	$4,146,017
Utility	669,250
Major Industry	9,489,964
Light Industry	7,921
Business	1,209,376
Forest	6,322
Rec/Non profit	9,312
Total	**$15,538,162**

2023 Tax Distribution of
Average Single Family Dwelling - $387,698 in 2023



City of Trail	$1,042
School	665
RDKB	730
Kootenay Boundary Regional Hospital	71
BCAA & MFA	13
Total	**$2,521**

2024 RDKB City of Trail Services & Portion of Requisition

City of Trail participation in RDKB Services								
February 1, 2024								
Service	Service Name	Partners	% of service paid by Trail	2023	% of service paid by Trail	**2024**	Diff	% change
S001	General Admin	All	20.69%	233,862	20.26%	**286,462**	52,600	22.49%
S004	Building inspection	All	25.56%	295,229	22.44%	**289,187**	-6,042	-2.05%
S005	Planning & Development	All	5.44%	48,333	5.21%	**57,022**	8,689	17.98%
S009	Police Based Victims Assistance	East End 7	39.56%	36,554	39.49%	**38,336**	1,782	4.87%
S010	Regionalized Solid Waste Mgmt	All	20.73%	398,129	20.73%	**479,587**	81,458	20.46%
S012	Emergency Preparedness	All (except Rossland)	20.73%	93,068	20.73%	**105,697**	12,629	13.57%
S015	911 Emerg communications	All	20.71%	79,605	20.73%	**86,210**	6,605	8.30%
S018	Culture Arts & Rec Lower Columbia	East End 7	39.28%	106,224	39.49%	**108,047**	1,823	1.72%
S050	Fire protection Reg East End	East End 7	39.47%	1,641,794	39.49%	**1,843,334**	201,540	12.28%
S070	Animal control	Fruitvale, Montrose, Trail	56.90%	7,817			-7,817	-100.00%
S150	Cemeteries - East End	East End 7	39.46%	239,906	38.89%	**240,415**	509	0.21%
S700	East End Regional Sewer	Rossland, Trail, Warfield	68.34%	1,264,637	67.10%	**1,322,397**	57,760	4.57%
S005	East End Transit	East End 7	39.37%	481,565	38.89%	**635,225**	153,660	31.91%
				4,926,723		**5,491,919**	565,196	11.47%

Actual RDKB Tax Requisition Increases and Proposed

Year	City's portion $ Change	City of Trail Portion of Requisition	Total Requisition for Services	% Change
2022	$66,621	$4,725,927	$13,569,461	1.43%
2023	$200,716	$4,926,723	$14,146,163	4.25%
2024	$565,196	$5,491,919	$16,295,750	15.20%
2025	$1,914,004	$7,405,923	$20,837,029	27.87%