



Projected Property Tax Increases

	2020	2021	2022	2023	2024
General Asset Management Reserve	1.0%	1.0%	1.0%	0.0%	0.0%
General Property Tax Increase	4.1%	1.8%	2.4%	1.9%	1.8%
Total Municipal Taxes	5.1%	2.8%	3.4%	1.9%	1.8%

Additional changes for extended health and pension benefits and will be reflected in final 2020 – 2024 Financial Plan

The approved annual 1% property tax increase for contribution to the General Asset Management Reserve currently ends in 2022

Changes That Impacted Property Taxation

Changes

Increase to revenue estimate	(81,152)	-0.08%
Strategic Infrastructure Reserve - Cap Contribution	(405,000)	-0.38%
Add Funding for EMR Training	66,750	0.06%
Nanaimo Victim Services Operating Grant Increase	50,000	0.05%
NALT Operating Grant Increase	5,000	0.00%
Loudon Boathouse Change Funding Source	(108,750)	-0.10%
	(473,152)	-0.45%
Starting Property Tax Increase Nov 25th		5.6%
Changes		-0.5%
Proposed Provisional Property Tax Increase		5.1%

User Fees Increases

	2020	2021	2022	2023	2024
Sanitary Sewer User Fee Increase	4.0%	4.0%	4.0%	0.0%	0.0%
Water User Fee Increase	7.5%	5.0%	5.0%	5.0%	5.0%

2.5% annual increase for asset management for Water currently ends in 2020 and the 4% annual increase for asset management for Sewer currently ends in 2022

	2020	2021	2022	2023	2024
Sanitation User Fees	\$ 171	\$ 173	\$ 178	\$ 183	\$ 184

Impact on a Typical Home

excludes property taxes collected for the RDN, School District, Hospital and Vancouver Island Regional Library

	2019	2020	\$ Change	% Change
Property Taxes	\$2,102	\$2,210	\$108	5.1%
Municipal User Fees				
Water Fees	\$552	\$594	\$42	7.5%
Sewer Fees	\$135	\$141	\$6	4.0%
Sanitation Fees	\$170	\$171	\$1	0.6%
Total Municipal Taxes & User Fees	\$2,959	\$3,116	\$157	5.3%

Based on \$516,418 assessed value (average for Nanaimo per BC Assessment)

Rounded to nearest dollar

Assumes a typical single family house with average assessment change

Items for Council Discussion

#1 Strategic Infrastructure Reserve

Motion approved to cap contributions at 2019 level

- 100% of annual Fortis Revenues
- 67% of annual Casino Revenues

#2 Marie Davidson Bike Park

Motion approved to add Marie Davidson Bike Park Design to 2020 Project Plan

- \$35,000 funded from Strategic Infrastructure Reserve

#3 Emergency Medical Responder (EMR) Training

Motion approved to increase Nanaimo Fire Rescue training budget for six years to implement EMR training

- \$66,750 in 2020 funded from general revenue
- \$60,000/year 2021 – 2025 funded from general revenue

#4 Vancouver Island Symphony

Motion approved to increase funding to \$120,000 for 2020 only

- Additional operating grant funding of \$30,756 funded from Strategic Infrastructure Reserve

Council deferred consideration of increasing the grant beyond 2020 and adding the Vancouver Island Symphony as a line item until Finance returns with a policy regarding funding requests from community groups/organizations.

#5 Victim Services

Motion approved to fund 1 additional staff member

- Annual operating grant increased \$50,000 funded from general revenue

#6 Nanaimo Area Land Trust (NALT)

Motion approved to increase annual grant to \$35,000

- Additional \$5,000 funded from general revenue

#7 Manager of Sustainability

Motion approved to defer consideration of position until the 2021 – 2025 Financial Plan to allow for review and updating of the Community Sustainability Action Plan

#8 Business Cases Included in Draft Plan

Business Case	Impact to 2020 Property Taxes
Corporate Services	
Change in service level – 2 PFT Prisoner Guards	0.10%
Records Clerks – 2 PPT to 2 PFT Conversion	0.02%
Beban Complex Electrical Substation – Prepare for Backup Power - \$9,765 (2020), \$187,750 (2021)	0.01%
Development Services	
Building Inspection Vehicles (4)	0.01% Vehicle purchases to be funded from Emission Reduction Reserve
Manager of Economic Development Services	0.16%
Economic Development Function	0.28%
Urban Forestry Technician	0.11%
Watercourse Restoration and Enhancement Program – 3 Year Pgm - \$35,130 (2020), \$21,500 (2021), \$12,500 (2022)	0.03%
Engineering and Public Works	
Traffic Signal Technician (July 2020) – includes vehicle purchase and required equipment	0.13%
Nanaimo Fire Rescue	
SCBA Replacement – 2021	2021 Project - Funded from General Capital and Asset Management Reserve

#8 Business Cases Included in Draft Plan Con't

Motion approved to fund Loudon Boathouse Design from Strategic Infrastructure Reserve

Business Case	Impact to 2020 Property Taxes
Parks, Recreation and Culture	
Allocations Clerk	0.03%
Co-op Student	0.02%
Loudon Boathouse – Design Only	0.10%

#9 Business Cases Not Included in Draft Plan

Business Case	Projected Impact to 2020 Property Taxes
Corporate Services	
Corporate Asset Management System – Implementation Phase \$777,157 (2020), \$772,255 (2021), \$638,944 (2022), \$580,809 (2023) Ongoing \$419,380 (2024)	0.73%
Service Enhancements to Dog Licensing	0.01% - If capital cost funded from IT reserve
Emergency Program Coordinator	0.10%
Development Services	
Animal Shelter	0.33% - on hold pending service review
Bylaw Enforcement Officers Change in Schedule	0.05% - partially funded from parking revenues
Urban Forestry Management Strategy Update	0.07%
Manager of Sustainability	Decision slide #7
Engineering and Public Works	
Municipal Services Inspector – includes vehicle purchase	0.10% - partially funded by sewer and water
Project Engineer	0.11% - partially funded by sewer and water
Legislative Services	
Deputy City Clerk/Manager, Legislative Services	0.13%

Next Steps

- 2020 – 2024 Financial Plan Bylaw to Council for first three readings December 16th
- 2020 – 2024 Financial Plan Bylaw adopted by Council January 2020

Alternatives

#1

- December 9th - Direction from Council on revisions to draft plan
- 2020 – 2024 Financial Plan Bylaw to Council for first three readings either December 16th or early January

#2

- December 18th - Finance and Audit Committee
 - Council provides additional direction for revisions
- 2020 – 2024 Financial Plan Bylaw to Council for first three readings and adoption January 2020