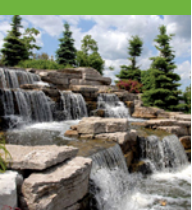




# Alternative Tax Levy Approach Capital Asset Sustainability Fee

Special Council Meeting  
Tuesday, February 6, 2018



# Capital Asset Sustainability Strategy <sup>2018</sup>Budget

- Adopted by Council in 2015
- “Pay As You Go” approach for tax supported capital, by 2025
- Ten-year graduated Capital Fee per tax account (increases \$15 per year)
- Town’s Asset Management Plan requires Capital Fee to be indexed for inflation and growth
- Proposed fee for 2018 is \$47 per tax account, increased from \$30 in 2017

# Capital Asset Sustainability Fee

- Council motion: *That the Capital Asset Sustainability Fee be referred back to staff for a report to be presented at the February 6, 2018 Special Council meeting regarding calculation of the Capital Asset Sustainability Fee by a progressive method relative to the value of the home for 2018 and future taxation years.*

# Alternative Tax Levy Approach

- Current levy is a flat fee per tax account
- Most municipalities apply a percentage levy applied against property assessed value
- Property Assessment Value x Capital Levy %
- Total amount collected is unchanged (\$3.1 million)

# Alternative Tax Levy Approach

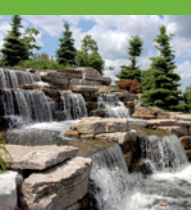
- 65% of residents would see a lower than \$47 charge and 35% of residents would see a greater than \$47 charge (highest paying resident \$437)
- Significant challenges in meeting the June final billing deadline
  - Tax billing system changes and testing
  - Formal communication and education to all residents
- 2019 recommended implemented

# Questions



# 2018 Draft Operating Budget Summary

Special Council Meeting  
Tuesday, February 6, 2018



# 2018 Operating Budget Process

## 2018 Budget

- **Budget Consultations & Engagement**
  - Business Community Information Session – December 8<sup>th</sup>, 2017
  - Public Budget Information Session – January 20<sup>th</sup>, 2018
  - Budget Video – How Richmond Hill's Budget Works
- **Budget Deliberation**
  - Tuesday, January 23<sup>rd</sup> – Operating Budget Overview and Water/ Wastewater/ Stormwater Management Budgets
  - Tuesday, February 6<sup>th</sup> – Adoption the 2018 Operating Budgets



# Average Household Tax Impact – 2.71%

Single Detached Residential Property CVA – \$1,148,000

Estimated	Town	Region	School	Total
Annual Tax Impact	\$49.77	\$86.73	\$ -	\$136.50
Monthly Tax Impact	4.15	7.23	-	11.38
Daily Tax Impact	0.14	0.24	-	0.38
2018 Tax Bill	\$1,886.38	\$3,217.83	\$1,620.10	\$6,724.31

\*2018 Blended Rate Increase of 2.12%