

Type of Decision									
Meeting Date	Friday, June 4, 2010				Report Date	Wednesday, June 2, 2010			
Decision Required	X	Yes		No	Priority	X	High		Low
Direction	x	Information Only			Type of Meeting	X	Open		Closed
REPORT TITLE									
Adopt Tax Rates for 2010 Report #04/06/10/203									

Subject: To set and adopt Tax Rates for 2010

RECOMMENDATION: That Council adopt the following by-law accepting the rates for 2010, setting penalty, interest and due dates.

BACKGROUND/EXECUTIVE SUMMARY:

Pretty straight forward. The rates are as approved at budget now including the county and education portion.

	Residential		Multi-residential	Pipelines	Farm	Managed Forests
	Occupied	FAD Phase I	Occupied	Occupied	Occupied	Occupied
Education	0.00241	0.0008435	0.00241	0.01323527	0.0006025	0.0006025
HCM	0.00221217	0.00077426	0.00429958	0.00294838	0.00055304	0.00055304
County	0.00413359	0.00144676	0.00803405	0.00550925	0.0010334	0.0010334
Total	0.00875576	0.00306452	0.01474363	0.0216929	0.00218894	0.00218894

	Commercial				
	Occupied	Excess Land	Vacant Land	FAD Phase I	New Construction
Education	0.01637399	0.01146179	0.01146179	0.00084350	0.0143
HCM	0.00401443	0.0028101	0.0028101	0.00077426	0.00401443
County	0.00750123	0.00525086	0.00525086	0.00144676	0.00750123
Total	0.02788965	0.01952275	0.01952275	0.00306452	0.02581566

	Industrial				Large Industrial	
	Occupied	Excess Land	Vacant Land	New Construction	Occupied	Excess Land
Education	0.0245	0.015925	0.015925	0.0143	0.0245	0.015925
HCM	0.00584358	0.00379833	0.00379833	0.00584358	0.00729028	0.00473868
County	0.01214937	0.00789709	0.00789709	0.01214937	0.0151572	0.00985218
Total	0.04249295	0.02762042	0.02762042	0.03229295	0.04694748	0.03051586

- **THAT** 50% of 2009 tax rates for all classes of property are due March 31st as per by-law 2010 - 02.
- **THAT** balance owing is to be split into 2 payments due July 31, 2010 and October 31, 2010.
- **THAT** a penalty of 1.25% per month be payable on all overdue current taxes, calculated on the first day of the month;
- **THAT** interest at 1.25% to be added on all tax arrears monthly on the first day of each month.

As a recap, for 2010

- The second page of all tax bills will have a section that states something similar to..."amount raised due to municipal needs". And will have the total amount due. What we need to remember is that HCM raised taxes:
 1. To meet budgetary increases - which were minimal (1.4%).
 2. To compensate for loss of revenue from the Ontario Municipal Partnership Fund and the Railway taxation. (\$43,800 and \$8,000)
 3. To meet changing assessment needs. Some industrial properties have received reduced assessments.
- Based on the above, the amount of money to be raised from taxation increased by 28.1354% or \$75,741. From \$266,884 in 2009 to \$342,625 in 2010.
- Individual property owners will see an increase or decrease on their taxes depending on:
 - their individual properties and phased in assessments,
 - school board rates (which decreased slightly) and
 - assessments and rates charged to classes other than residential.
 - The tax rates are not set in a bubble but are in relationship to all classes and total assessment.
- For 2010, the total budget increase was 1.4% which translated to a 1.03% increase in the residential tax rate
 - from .00180944 to .00221217 for HCM portion only and
 - from .00866575 to .00875576 for the total residential rate.
- Total dollar budget increase (2009 - \$950,718 vs. 2010 - \$964,084, an increase of \$13, 310)

Financial Considerations/Budget Impact: N/A

Policy Impact: N/A

Approved and Recommended by the Clerk

Melinda Reith,
Municipal Clerk

Melinda Reith