

# 2012 PROPERTY TAX RATES

April 2, 2012

Township of  
**ESQUIMALT**

The logo for the Township of Esquimalt features the words "Township of" in a small, white, sans-serif font above the word "ESQUIMALT" in a large, white, serif font. Below the word "ESQUIMALT" is a white, stylized wave graphic that curves under the letters.

# TAX RATE MULTIPLES

<u>Property Class</u>	<u>Provincial Multiples</u>	<u>2011 Esquimalt Multiples</u>	<u>2011 Tax Rates</u>	
<b>Residential</b>	<b>1.00</b>	<b>1.00000</b>	<b>4.531350</b>	* base rate and multiple
Utilities	3.50	4.93164	22.346970	
Major Industry	3.40	6.89873	31.260560	
Light Industry	3.40	3.95357	17.915020	
Business/Other	2.45	2.85611	12.942040	
Recreation Non-Profit	1.00	1.11432	5.049380	

Multiple: a multiple quantifies the relationship between the property class tax rates where the residential rate is the base rate.

Municipalities may adjust tax rates in conjunction with multiples in order to determine the proportion of tax revenue to be collected from each class of property.

The Province establishes property class multiples every year by regulation, these multiples must be used by the Regional District and Regional Hospital District in setting their tax rates and requisitions. These multiples may be used by municipalities in setting their tax rates, but it is not a requirement.

Some of the tax rates and their relationships (i.e. multiples) have certain restrictions put on them by the Province. For the Township of Esquimalt, the tax rate for class 2 properties cannot exceed the greater of \$40 for each \$1000 of assessed value and 2.5 times the rate of class 6 properties.

## 2012 – 2011 NET ASSESSED VALUE COMPARISON

<u>Property Class</u>	2011 Final	2012 Revised	Increase (Decrease)	%
Residential	2,382,432,704	2,342,287,304	(40,145,400)	-1.69%
Utilities	975,800	1,000,800	25,000	2.56%
Major Industry	15,225,900	17,644,500	2,418,600	15.88%
Light Industry	14,560,500	14,354,700	(205,800)	-1.41%
Business/Other	170,037,002	178,246,002	8,209,000	4.83%
Recreation Non-Profit	11,173,800	11,100,500	(73,300)	-0.66%
	<u>2,594,405,706</u>	<u>2,564,633,806</u>	<u>(29,771,900)</u>	

<u>Property Class</u>	Non Market Change Increase(Decrease)	%
Residential	11,915,300	0.50%
Utilities	-	0.00%
Major Industry	2,222,000	14.59%
Light Industry	(4,982,000)	-34.22%
Business/Other	5,521,100	3.25%
Recreation Non-Profit	(8,000)	-0.07%
	<u>14,668,400</u>	

<u>Property Class</u>	Existing Assessment Increase(Decrease)	%
Residential	(52,060,700)	-2.19%
Utilities	25,000	2.56%
Major Industry	196,600	1.29%
Light Industry	4,776,200	32.80%
Business/Other	2,687,900	1.58%
Recreation Non-Profit	(65,300)	-0.58%
	<u>(44,440,300)</u>	

## 2012 – 2011 NET ASSESSED VALUE COMPARISON

<u>Property Class</u>	2011 Final	2012 Revised	Increase (Decrease)	%
Residential	2,382,432,704	2,342,287,304	(40,145,400)	-1.69%
Utilities	975,800	1,000,800	25,000	2.56%
Major Industry	15,225,900	17,644,500	2,418,600	15.88%
Light Industry	14,560,500	14,354,700	(205,800)	-1.41%
Business/Other	170,037,002	178,246,002	8,209,000	4.83%
Recreation Non-Profit	11,173,800	11,100,500	(73,300)	-0.66%
	<u>2,594,405,706</u>	<u>2,564,633,806</u>	<u>(29,771,900)</u>	

<u>Property Class</u>	Non Market Change Increase(Decrease)	%
Residential	11,915,300	0.50%
Utilities	-	0.00%
Major Industry	2,222,000	14.59%
Light Industry	(809,000)	-5.56%
Business/Other	9,694,100	5.70%
Recreation Non-Profit	(8,000)	-0.07%
	<u>23,014,400</u>	

<u>Property Class</u>	Existing Assessment Increase(Decrease)	%
Residential	(52,060,700)	-2.19%
Utilities	25,000	2.56%
Major Industry	196,600	1.29%
Light Industry	603,200	4.14%
Business/Other	(1,485,100)	-0.87%
Recreation Non-Profit	(65,300)	-0.58%
	<u>(52,786,300)</u>	

# 2012 TAX REVENUE INCREASE 2.49% OVER 2011 ADJUSTED FOR ASSESSMENT CHANGE

2011	Property Class	2011				2012 Revenue
		Final	Tax Rate	Multiple	Revenue	Increase 2.49%
	01 Residential	2,382,432,704	4.531350	1.00000	10,795,636	11,064,448
	02 Utilities	975,800	22.346970	4.93164	21,806	22,349
	04 Major Industry	15,225,900	31.260560	6.89873	475,970	487,822
	05 Light Industry	14,560,500	17.915020	3.95357	260,852	267,347
	06 Business/Other	170,037,002	12.942040	2.85611	2,200,626	2,255,421
	08 Recreation Non-Profit	11,173,800	5.049380	1.11432	56,421	57,826
		<u>2,594,405,706</u>			<u>13,811,311</u>	<u>14,155,213</u>

2012-EXISTING	Property Class	Revised	Tax Rate	Multiple	Tax Revenue	Tax Rate Change	Existing Assessment Increase(Decrease)	Tax Revenue Increase(Decrease)
	01 Residential	2,330,372,004	4.74793	1.00000	11,064,448	4.78%	-2.19%	2.49%
	02 Utilities	1,000,800	22.33114	4.70334	22,349	-0.07%	2.56%	2.49%
	04 Major Industry	15,422,500	31.63054	6.66196	487,822	1.18%	1.29%	2.49%
	05 Light Industry	15,211,700	17.57509	3.70163	267,347	-1.90%	4.47%	2.49%
	06 Business/Other	168,599,902	13.37736	2.81751	2,255,421	3.36%	-0.85%	2.49%
	08 Recreation Non-Profit	11,108,500	5.20556	1.09639	57,826	3.09%	-0.58%	2.49%
		<u>2,541,715,406</u>			<u>14,155,213</u>			

2012-GROWTH	Property Class	Revised	Tax Rate	Multiple	Tax Revenue
	01 Residential	11,915,300	4.74793	1.00000	56,573
	02 Utilities	-	22.33114	4.70334	-
	04 Major Industry	2,222,000	31.63054	6.66196	70,283
	05 Light Industry	(857,000)	17.57509	3.70163	(15,062)
	06 Business/Other	9,646,100	13.37736	2.81751	129,039
	08 Recreation Non-Profit	(8,000)	5.20556	1.09639	(42)
		<u>22,918,400</u>			<u>240,792</u>
		<u>2,564,633,806</u>			

<b>TOTAL TAX REVENUE 2012</b>	<u><b>14,396,005</b></u>
<b>INCREASE FROM 2011</b>	<u><b>584,694</b></u>

existing assessments	2.490%	343,902
new construction	1.743%	240,792
	<u>4.233%</u>	<u>584,694</u>

# PROPERTY TAX AND PILT REVENUE CALCULATION

	2011	2012	<u>Increase/(Decrease)</u>	<u>Change(%)</u>
<b>Accepted Assessed Values</b>				
Class 1	279,263,000	281,184,000	1,921,000	0.69%
Class 4	114,541,100	110,729,000	-3,812,100	-3.33%
Class 6	314,418,419	306,211,000	-8,207,419	-2.61%
Class 8	21,289,000	21,815,000	526,000	2.47%
<b>Total</b>	<u>729,511,519</u>	<u>719,939,000</u>	<u>-9,572,519</u>	<u>-1.31%</u>
<b>Revenue</b>				
Class 1	1,265,440	1,335,043	69,603	5.50%
Class 4	3,580,619	3,502,418	-78,201	-2.18%
Class 6	4,069,217	4,096,294	27,076	0.67%
Class 8	107,496	113,559	6,063	5.64%
<b>Total</b>	<u>\$9,022,772</u>	<u>\$9,047,314</u>	<u>24,541</u>	<u>0.27%</u>
<b>Ratios</b>				
	<b>Municipal tax revenue</b>		<u>2012 Budget</u>	<u>% of Revenue</u>
	<b>Pilt revenue</b>		\$14,396,005	61.41%
			9,047,314	38.59%
			<u><b>\$23,443,318</b></u>	<u>100.00%</u>
	<b>2012 Budget Requirements</b>		<u>\$23,296,726</u>	
	<b>From Reserve(surplus)</b>		<u><b>(\$146,592)</b></u>	

# IMPACT OF TAX INCREASE ON AVERAGE PROPERTY BY PROPERTY CLASS

## SCENARIO #1 - 2.49% Tax Revenue Increase

<u>Property Class</u>	<u>2012 Average Assessed Value</u>	<u>2011 Average Assessed Value</u>	<u>2011 Property Taxes</u>	<u>2012 Property Taxes</u>	<u>Increase/Decrease</u>
Residential	\$486,406	\$497,273	\$2,253	\$2,309	\$56
Utilities	\$66,720	\$65,053	\$1,454	\$1,490	\$36
Major Industry	\$1,402,045	\$1,384,173	\$43,270	\$44,347	\$1,077
Light Industry	\$1,086,550	\$1,040,036	\$18,632	\$19,096	\$464
Business/Other	\$736,244	\$742,520	\$9,610	\$9,849	\$239
Recreation Non-Profit	\$165,799	\$166,773	\$842	\$863	\$21

## 2012 TAX REVENUE INCREASE 2.21% OVER 2011 ADJUSTED FOR ASSESSMENT CHANGE

2011	Property Class	2011	2011	2011	2012 Revenue	
		Final	Tax Rate	Multiple	Revenue	Increase 2.21%
	01 Residential	2,382,432,704	4.531350	1.00000	10,795,636	11,034,220
	02 Utilities	975,800	22.346970	4.93164	21,806	22,288
	04 Major Industry	15,225,900	31.260560	6.89873	475,970	486,489
	05 Light Industry	14,560,500	17.915020	3.95357	260,852	266,616
	06 Business/Other	170,037,002	12.942040	2.85611	2,200,626	2,249,260
	08 Recreation Non-Profit	11,173,800	5.049380	1.11432	56,421	57,668
		<u>2,594,405,706</u>			<u>13,811,311</u>	<u>14,116,541</u>

  

2012-EXISTING	Property Class	Revised	Tax Rate	Multiple	Tax Revenue	Tax Rate Change	Existing Assessment Increase(Decrease)	Tax Revenue Increase(Decrease)
	01 Residential	2,330,372,004	4.73496	1.00000	11,034,220	4.49%	-2.19%	2.21%
	02 Utilities	1,000,800	22.27013	4.70334	22,288	-0.34%	2.56%	2.21%
	04 Major Industry	15,422,500	31.54413	6.66196	486,489	0.91%	1.29%	2.21%
	05 Light Industry	15,211,700	17.52708	3.70163	266,617	-2.17%	4.47%	2.21%
	06 Business/Other	168,599,902	13.34081	2.81751	2,249,260	3.08%	-0.85%	2.21%
	08 Recreation Non-Profit	11,108,500	5.19134	1.09639	57,668	2.81%	-0.58%	2.21%
		<u>2,541,715,406</u>			<u>14,116,542</u>			

  

2012-GROWTH	Property Class	Revised	Tax Rate	Multiple	Tax Revenue
	01 Residential	11,915,300	4.73496	1.00000	56,418
	02 Utilities	-	22.27013	4.70334	-
	04 Major Industry	2,222,000	31.54413	6.66196	70,091
	05 Light Industry	(857,000)	17.52708	3.70163	(15,021)
	06 Business/Other	9,646,100	13.34081	2.81751	128,687
	08 Recreation Non-Profit	(8,000)	5.19134	1.09639	(42)
		<u>22,918,400</u>			<u>240,134</u>
		<u>2,564,633,806</u>			

  

<b>TOTAL TAX REVENUE 2012</b>	<b>14,356,676</b>
<b>INCREASE FROM 2011</b>	<b>545,365</b>
existing assessments	2.210% 305,231
new construction	1.739% 240,134
	<u>3.949% 545,365</u>



# PROPERTY TAX AND PILT REVENUE CALCULATION

	2011	2012	<u>Increase/(Decrease)</u>	<u>Change(%)</u>
<b>Accepted Assessed Values</b>				
<b>Class 1</b>	279,263,000	281,184,000	1,921,000	0.69%
<b>Class 4</b>	114,541,100	110,729,000	-3,812,100	-3.33%
<b>Class 6</b>	314,418,419	306,211,000	-8,207,419	-2.61%
<b>Class 8</b>	21,289,000	21,815,000	526,000	2.47%
<b>Total</b>	<u>729,511,519</u>	<u>719,939,000</u>	<u>-9,572,519</u>	<u>-1.31%</u>

<b>Revenue</b>				
<b>Class 1</b>	1,265,440	1,331,395	65,956	5.21%
<b>Class 4</b>	3,580,619	3,492,850	-87,770	-2.45%
<b>Class 6</b>	4,069,217	4,085,104	15,886	0.39%
<b>Class 8</b>	107,496	113,226	5,730	5.33%
<b>Total</b>	<u>\$9,022,772</u>	<u>\$9,022,575</u>	<u>- 198</u>	<u>0.00%</u>

<b>Ratios</b>		<b><u>2012 Budget</u></b>	<b><u>% of Revenue</u></b>
	<b>Municipal tax revenue</b>	\$14,356,676	61.41%
	<b>Pilt revenue</b>	9,022,575	38.59%
		<b><u>\$23,379,250</u></b>	<b><u>100.00%</u></b>
	<b>2012 Budget Requirements</b>	<u>\$23,296,726</u>	
	<b>From Reserve(surplus)</b>	<u><b>(\$82,524)</b></u>	

# IMPACT OF TAX INCREASE ON AVERAGE PROPERTY BY PROPERTY CLASS

## SCENARIO #2 - 2.21% Tax Revenue Increase

<u>Property Class</u>	<u>2012 Average Assessed Value</u>	<u>2011 Average Assessed Value</u>	<u>2011 Property Taxes</u>	<u>2012 Property Taxes</u>	<u>Increase/Decrease</u>
Residential	\$486,406	\$497,273	\$2,253	\$2,303	\$50
Utilities	\$66,720	\$65,053	\$1,454	\$1,486	\$32
Major Industry	\$1,402,045	\$1,384,173	\$43,270	\$44,226	\$956
Light Industry	\$1,086,550	\$1,040,036	\$18,632	\$19,044	\$412
Business/Other	\$736,244	\$742,520	\$9,610	\$9,822	\$212
Recreation Non-Profit	\$165,799	\$166,773	\$842	\$861	\$19

## 2012 TAX REVENUE INCREASE 1.73% OVER 2011 ADJUSTED FOR ASSESSMENT CHANGE

2011	Property Class	2011	2011	2011	2012 Revenue	
		Final	Tax Rate	Multiple	Revenue	Increase 1.73%
	01 Residential	2,382,432,704	4.531350	1.00000	10,795,636	10,982,401
	02 Utilities	975,800	22.346970	4.93164	21,806	22,183
	04 Major Industry	15,225,900	31.260560	6.89873	475,970	484,204
	05 Light Industry	14,560,500	17.915020	3.95357	260,852	265,364
	06 Business/Other	170,037,002	12.942040	2.85611	2,200,626	2,238,697
	08 Recreation Non-Profit	11,173,800	5.049380	1.11432	56,421	57,397
		<u>2,594,405,706</u>			<u>13,811,311</u>	<u>14,050,247</u>

  

2012-EXISTING	Property Class	Revised	Tax Rate	Multiple	Tax Revenue	Tax Rate Change	Existing Assessment Increase(Decrease)	Tax Revenue Increase(Decrease)
	01 Residential	2,330,372,004	4.71272	1.00000	10,982,401	4.00%	-2.19%	1.73%
	02 Utilities	1,000,800	22.16554	4.70334	22,183	-0.81%	2.56%	1.73%
	04 Major Industry	15,422,500	31.39599	6.66196	484,205	0.43%	1.29%	1.73%
	05 Light Industry	15,211,700	17.44472	3.70162	265,364	-2.63%	4.47%	1.73%
	06 Business/Other	168,599,902	13.27816	2.81751	2,238,697	2.60%	-0.85%	1.73%
	08 Recreation Non-Profit	11,108,500	5.16696	1.09639	57,397	2.33%	-0.58%	1.73%
		<u>2,541,715,406</u>			<u>14,050,247</u>			

  

2012-GROWTH	Property Class	Revised	Tax Rate	Multiple	Tax Revenue
	01 Residential	11,915,300	4.71272	1.00000	56,154
	02 Utilities	-	22.16554	4.70334	-
	04 Major Industry	2,222,000	31.39599	6.66196	69,762
	05 Light Industry	(857,000)	17.44472	3.70162	(14,950)
	06 Business/Other	9,646,100	13.27816	2.81751	128,082
	08 Recreation Non-Profit	(8,000)	5.16696	1.09639	(41)
		<u>22,918,400</u>			<u>239,006</u>
		<u>2,564,633,806</u>			

  

<b>TOTAL TAX REVENUE 2012</b>	<u><u>14,289,253</u></u>
<b>INCREASE FROM 2011</b>	<u><u>477,942</u></u>
existing assessments	1.730% 238,936
new construction	1.731% 239,006
	<u>3.461% 477,942</u>

# PROPERTY TAX AND PILT REVENUE CALCULATION

	2011	2012	<u>Increase/(Decrease)</u>	<u>Change(%)</u>
<b>Accepted Assessed Values</b>				
<b>Class 1</b>	279,263,000	281,184,000	1,921,000	0.69%
<b>Class 4</b>	114,541,100	110,729,000	-3,812,100	-3.33%
<b>Class 6</b>	314,418,419	306,211,000	-8,207,419	-2.61%
<b>Class 8</b>	21,289,000	21,815,000	526,000	2.47%
<b>Total</b>	<u>729,511,519</u>	<u>719,939,000</u>	<u>-9,572,519</u>	<u>-1.31%</u>

<b>Revenue</b>				
<b>Class 1</b>	1,265,440	1,325,143	59,703	4.72%
<b>Class 4</b>	3,580,619	3,476,446	-104,173	-2.91%
<b>Class 6</b>	4,069,217	4,065,919	-3,298	-0.08%
<b>Class 8</b>	107,496	112,717	5,221	4.86%
<b>Total</b>	<u>\$9,022,772</u>	<u>\$8,980,226</u>	<u>-42,546</u>	<u>-0.47%</u>

<b>Ratios</b>		<b><u>2012 Budget</u></b>	<b><u>% of Revenue</u></b>
	<b>Municipal tax revenue</b>	\$14,289,253	61.41%
	<b>Pilt revenue</b>	<u>8,980,226</u>	<u>38.59%</u>
		<b><u>\$23,269,479</u></b>	<b><u>100.00%</u></b>
	<b>2012 Budget Requirements</b>	<u>\$23,296,726</u>	
	<b>From Reserve(surplus)</b>	<b><u>\$27,247</u></b>	

# IMPACT OF TAX INCREASE ON AVERAGE PROPERTY BY PROPERTY CLASS

## SCENARIO #3 - 1.73% Tax Revenue Increase

<u>Property Class</u>	<u>2012 Average Assessed Value</u>	<u>2011 Average Assessed Value</u>	<u>2011 Property Taxes</u>	<u>2012 Property Taxes</u>	<u>Increase/Decrease</u>
Residential	\$486,406	\$497,273	\$2,253	\$2,292	\$39
Utilities	\$66,720	\$65,053	\$1,454	\$1,479	\$25
Major Industry	\$1,402,045	\$1,384,173	\$43,270	\$44,019	\$749
Light Industry	\$1,086,550	\$1,040,036	\$18,632	\$18,955	\$322
Business/Other	\$736,244	\$742,520	\$9,610	\$9,776	\$166
Recreation Non-Profit	\$165,799	\$166,773	\$842	\$857	\$15

# OPTIONS

Scenario #1 – tax revenue increase of 2.49% and establish reserve fund for potential policing transition costs with contribution of \$173,000

Scenario #2 – tax revenue increase of 2.21% and maintain contribution to Capital Projects Reserve Fund and contingency at previous levels

Scenario #3 – reduce tax revenue increase to 1.73%

# IMPACT OF TAX INCREASE ON AVERAGE PROPERTY BY PROPERTY CLASS (summarized for reference)

## SCENARIO #1 - 2.49% Tax Revenue Increase

<u>Property Class</u>	<u>2012 Average Assessed Value</u>	<u>2011 Average Assessed Value</u>	<u>2011 Property Taxes</u>	<u>2012 Property Taxes</u>	<u>Increase/Decrease</u>
Residential	\$486,406	\$497,273	\$2,253	\$2,309	\$56
Utilities	\$66,720	\$65,053	\$1,454	\$1,490	\$36
Major Industry	\$1,402,045	\$1,384,173	\$43,270	\$44,347	\$1,077
Light Industry	\$1,086,550	\$1,040,036	\$18,632	\$19,096	\$464
Business/Other	\$736,244	\$742,520	\$9,610	\$9,849	\$239
Recreation Non-Profit	\$165,799	\$166,773	\$842	\$863	\$21

## SCENARIO #2 - 2.21% Tax Revenue Increase

<u>Property Class</u>	<u>2012 Average Assessed Value</u>	<u>2011 Average Assessed Value</u>	<u>2011 Property Taxes</u>	<u>2012 Property Taxes</u>	<u>Increase/Decrease</u>
Residential	\$486,406	\$497,273	\$2,253	\$2,303	\$50
Utilities	\$66,720	\$65,053	\$1,454	\$1,486	\$32
Major Industry	\$1,402,045	\$1,384,173	\$43,270	\$44,226	\$956
Light Industry	\$1,086,550	\$1,040,036	\$18,632	\$19,044	\$412
Business/Other	\$736,244	\$742,520	\$9,610	\$9,822	\$212
Recreation Non-Profit	\$165,799	\$166,773	\$842	\$861	\$19

## SCENARIO #3 - 1.73% Tax Revenue Increase

<u>Property Class</u>	<u>2012 Average Assessed Value</u>	<u>2011 Average Assessed Value</u>	<u>2011 Property Taxes</u>	<u>2012 Property Taxes</u>	<u>Increase/Decrease</u>
Residential	\$486,406	\$497,273	\$2,253	\$2,292	\$39
Utilities	\$66,720	\$65,053	\$1,454	\$1,479	\$25
Major Industry	\$1,402,045	\$1,384,173	\$43,270	\$44,019	\$749
Light Industry	\$1,086,550	\$1,040,036	\$18,632	\$18,955	\$322
Business/Other	\$736,244	\$742,520	\$9,610	\$9,776	\$166
Recreation Non-Profit	\$165,799	\$166,773	\$842	\$857	\$15