

Subject: 2021 Final Tax Rates

Department: Corporate Services

Division: Finance

Report #: CPS-2021-033

Meeting Date: 2021-05-10

Recommendations

That report CPS-2021-033, regarding the 2021 Final Tax Rates, be received;

And that Council pass a by-law to provide for the levy and collection of taxes required for the Town of Orangeville for the year 2021 and for the collection of County of Dufferin and Education taxes.

Background and Analysis

Subsection 312 (2) of the *Municipal Act, 2001*, requires that in each year a local municipality must pass a by-law levying a separate tax rate on the assessment in each property class.

The Municipal Act requires that the County of Dufferin set property tax ratios for each property class with the Residential class having a tax ratio of one. The tax rate for each property class other than the Residential class is the residential tax rate multiplied by the tax ratio for that class.

The tax rate for each property class is then multiplied by the assessment recorded for that property class to determine the levy to be raised by property class.

Some properties owned by senior levels of government or municipalities that would otherwise be exempt from taxes have a provision for property taxation prescribed by federal or provincial statute. These 'grants in lieu' or 'payments in lieu' of taxes are hereafter termed Payments in Lieu or PILs. The levy raised from PILs reduces the overall levy to be raised from the general levy calculation.

Strategic Alignment

Orangeville Forward – Strategic Plan

Priority Area: Strong Governance

Objective: Financial Responsibility

Sustainable Neighbourhood Action Plan

Theme: Corporate and Fiscal

Strategy: Demonstrate municipal leadership by considering the environment, social and economic impacts of all Town decisions.

Notice Provisions

Not applicable

Financial Impact

The recommended property tax rates are calculated to raise the required budgeted tax levy amount of \$37,457,772. Reductions in assessment may reduce property taxes collected and omitted and supplemental taxes may increase the taxes received beyond that amount included in the 2021 budget.

In the following table, a comparison of the tax rates for 2020 and 2021 is provided. The table illustrates that there is a increase in the **total residential** tax rate (Town, County, and Education) of 1.78% for the 2021 fiscal year.

Comparison of Tax Rates

Property Class	2020	2021
Residential property class	1.310505%	1.333837%
Multi-Residential property class	2.468010%	2.514675%
Commercial property class	2.330459%	2.320622%
Industrial property class	3.794659%	3.475953%
Pipelines	1.830757%	1.850406%
Farmlands	0.292901%	0.298034%

The table of tax rates (Town, County, and Education) by property class is included as Schedule A to the report and the Town rate is included in the by-law.

Respectfully submitted

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Attachment(s):

1. Schedule 'A'