

# Appendix 2

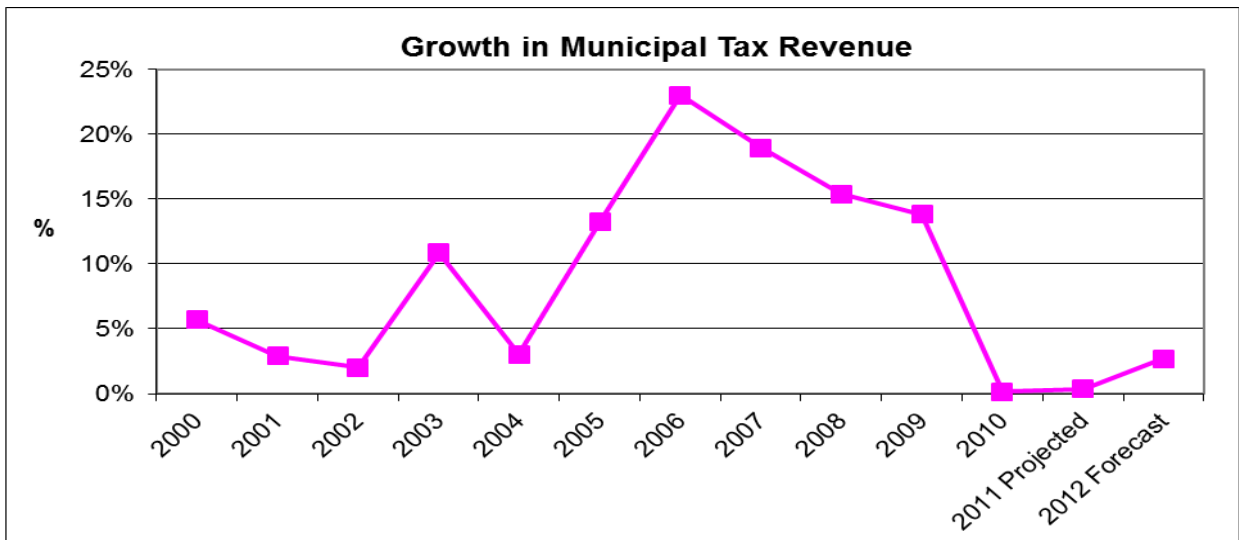
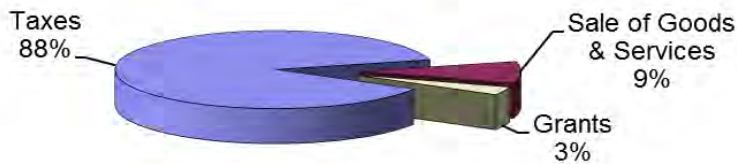
## Revenue



### Property Taxes

The primary source of revenue for the County is municipal property taxes. Revenue growth was slow in 2010 and 2011 and this trend of small increases in tax revenue is expected to continue in 2012. Property taxes are 73% of the total revenue, or \$35.5 million. The tax revenue is based on actual property assessments for 2012 (see the assessment section below for further details). Of the \$35.5 million \$24 million is retained by the County. \$11.1 million is budgeted to be sent to the Provincial government to provide educational services. This is a 9% increase from 2011. In 2010 the Education tax increase was 1% and it was 5% in 2011. The rest is sent to regional agencies that provide services to both the County and the urban municipalities within the County boundaries.

Municipal Revenue

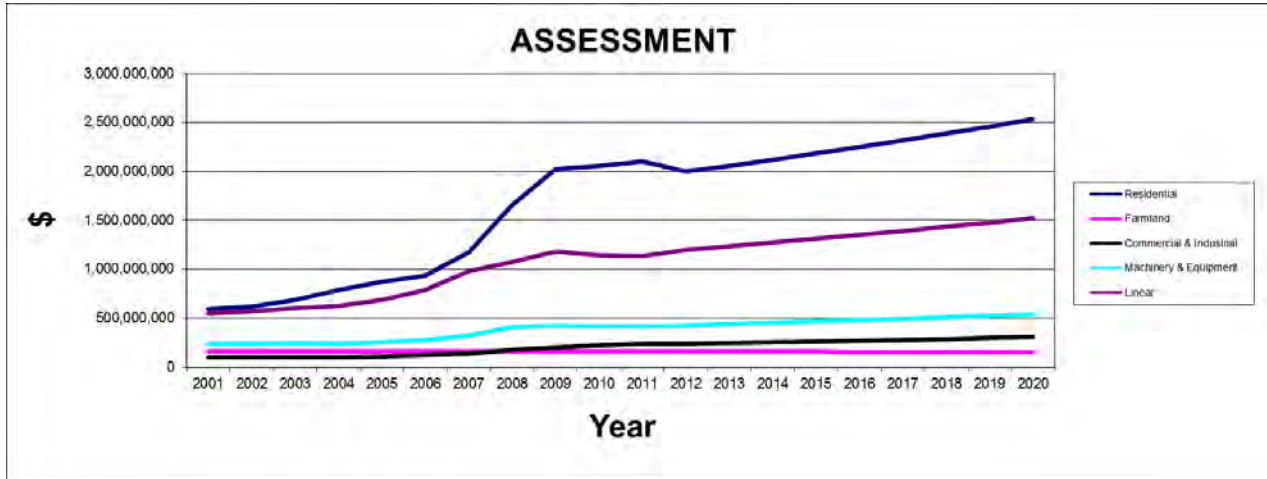




**Mountain View  
COUNTY**

**Revenues**

**2012 Budget**



**Assessment Increase for 2011 - Projected**

|                 | Growth  | Market  | Total   |
|-----------------|---------|---------|---------|
| Residential     | 2.45%   | -0.13%  | 2.32%   |
| Farmland        | (0.10)% | (0.00)% | (0.10)% |
| Commercial      | 2.44%   | 2.91%   | 5.35%   |
| M&E             | 2.58%   | (2.40)% | 0.18%   |
| Linear          | 2.04%   | (2.25)% | (0.21)% |
| Combined        | 2.24%   | -0.80%  | 1.45%   |
| Non-Residential | 2.22%   | (1.63)% | 0.58%   |

**Assessment Increase for 2012 - Budget**

|                 | Growth | Market | Total  |
|-----------------|--------|--------|--------|
| Residential     | 2.45%  | -7.44% | -4.98% |
| Farmland        | -0.08% | 0.00%  | -0.08% |
| Commercial      | 1.36%  | 0.72%  | 2.08%  |
| M&E             | 2.78%  | -0.58% | 2.20%  |
| Linear          | 3.28%  | 2.10%  | 5.38%  |
| Combined        | 2.56%  | -3.28% | -0.73% |
| Non-Residential | 2.91%  | 1.29%  | 4.20%  |





**Mountain View  
COUNTY**

**Revenues**

**2012 Budget**

**2012 Assessment**

|              | 2011 Assessment      | 2012 Growth        | 2012 Market          | 2012                 |
|--------------|----------------------|--------------------|----------------------|----------------------|
| Residential  | 2,092,703,751        | 51,321,467         | (155,638,391)        | 1,988,386,826        |
| Farmland     | 158,558,593          | (133,189)          | 765                  | 158,426,169          |
| Commercial   | 236,636,751          | 3,222,993          | 1,696,467            | 241,556,210          |
| M&E          | 417,736,730          | 11,613,081         | (2,406,973)          | 426,942,839          |
| Linear       | 1,134,024,007        | 37,195,987         | 23,771,812           | 1,194,991,806        |
| <b>Total</b> | <b>4,039,659,832</b> | <b>103,220,339</b> | <b>(132,576,321)</b> | <b>4,010,303,849</b> |

|              | 2012 Growth    | 2012 Market  | Total          |
|--------------|----------------|--------------|----------------|
| Residential  | 111,881        | (1,266)      | 110,615        |
| Farmland     | (979)          | 6            | (973)          |
| Commercial   | 31,746         | (12,277)     | 19,470         |
| M&E          | 114,389        | (74,942)     | 39,447         |
| Linear       | 366,380        | 90,753       | 457,134        |
| <b>Total</b> | <b>623,418</b> | <b>2,275</b> | <b>625,692</b> |

|                   | Growth Assumption  | Tax Revenue Growth |
|-------------------|--|--------------------|
| Budget Assumption | Target Municipal Tax Revenue increase of just under 3%. Growth of 3% is higher than the last two years where there was very little net change in the assessment base, but similar to other instances of slow economic growth. This includes the assumption that there will be modest inflation of Non-residential property values. This is based on preliminary estimates. | \$625,000          |
| Pessimistic       | No real growth for Non-residential properties.   | \$0                |
| Optimistic        | Overall real growth in the value of Non-residential properties of 6%.  | \$930,000          |





## Revenues

## 2012 Budget

The tax bill received by County rate payers is split into three main components: municipal taxes, education taxes and other requisitions. Municipal taxes are available to the County to pay for County services, education taxes are forwarded to the Alberta provincial government and other requisitions are sent to other agencies to support senior's housing, and solid waste management services. Other requisitions are only a minor part of the overall tax bill. Education taxes represent approximately 30% of the overall tax bill. The Province determines how much each municipality needs to collect on their behalf. Since its one tax bill, changes in the amount the Province requires can impact municipalities. In recent years the Province reduced the amount requested and encouraged municipalities to increase municipal tax amounts so that rate payers would pay approximately the same amount in total. In 2011 the Education amount the County collected on behalf of the Province increased by 5%. This was partially a result of an increase in the total amount the Province asked for from all municipalities and partially an increase in the County's share to the total amount. In 2012 the Province increased the Education amount by 8.2%.

In 2012 the market value decreased 7.4% for residential properties and the municipal has been increased by an offsetting amount. This means the County will still collect the same amount of municipal taxes in 2012 from rate payers on average. Although the municipal portion of the residential tax bill remains unchanged from 2011 the 8.2% increase in the amount the County is required to collect on behalf of the Province results in a 4.1% overall increase in average rate payer residential tax bill.

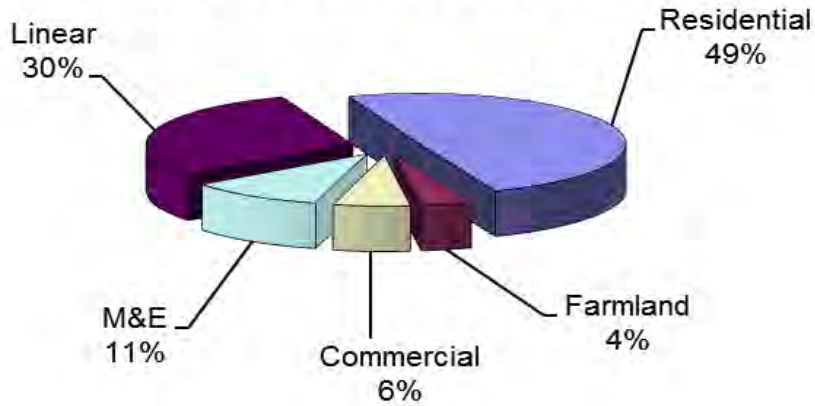
Linear market values increased by 2.1% in 2012. The the County has reduced the Non-residential tax rate to offset the increased Linear values.



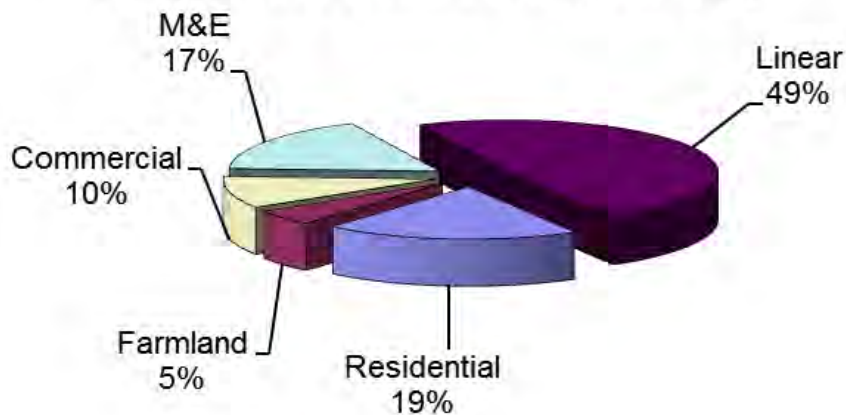


**Mountain View**  
COUNTY

**2012 Assessment Breakdown**



**Tax Revenue by Assessment Category**





**Mountain View  
COUNTY**

**Revenues**

**2012 Budget**

**MOUNTAIN VIEW COUNTY  
2012 BUDGET  
GRANTS**

VARIANCE CALCULATION: 2012 budget compared to 2011 budget.

|   | <b>2010<br/>ACTUAL<br/>\$</b> | <b>2011<br/>PROJECTED<br/>\$</b> | <b>2011<br/>BUDGET<br/>\$</b> | <b>2012<br/>BUDGET<br/>\$</b> | <b>VARIANCE<br/>\$</b> | <b>%</b>    |
|---|-------------------------------|----------------------------------|-------------------------------|-------------------------------|------------------------|-------------|
| <b>OPERATING GRANTS:</b>                              |                               |                                  |                               |                               |                        |             |
| <b>Federal</b>  |                               |                                  |                               |                               |                        |             |
| DFO Grant   | -                             | -                                | -                             | -                             | -                      | -           |
| Federal Gas Tax Fund                                  | -                             | -                                | -                             | -                             | -                      | -           |
| <b>Provincial</b>                                     |                               |                                  |                               |                               |                        |             |
| Municipal Sustainability Initiative - Operating (MSI) | 320,781                       | 317,110                          | 320,781                       | 320,000                       | (781)                  | (0)         |
| Municipal Infrastructure                              | -                             | -                                | -                             | -                             | -                      | -           |
| Basic Municipal Transportation Grant                  | 520,723                       | 520,723                          | 520,723                       | 520,700                       | (23)                   | (0)         |
| Family & Community Services Grant (FCSS)              | 285,820                       | 285,820                          | 285,820                       | 285,820                       | -                      | -           |
| Agricultural Services Board Grant                     | 200,570                       | 235,438                          | 200,000                       | 200,000                       | -                      | -           |
| Rural Alberta Development Fund (RADF)                 | 544,865                       | 603,994                          | 1,000,000                     | -                             | (1,000,000)            | (100)       |
| Municipal Sponsorship Grant (Discontinued 2011)       | 342,396                       | 13,284                           | -                             | -                             | -                      | -           |
| Regional Collaboration Program                        | -                             | 272,842                          | 25,000                        | -                             | (25,000)               | (100)       |
| Summer Temporary Employment Program (STEP)            | -                             | 4,480                            | 4,506                         | 5,000                         | 494                    | 11          |
| ACA Grant   | 26,178                        | 25,633                           | 20,000                        | 20,000                        | -                      | -           |
| Emergency Training                                    | -                             | -                                | -                             | -                             | -                      | -           |
| Public Transportation                                 | -                             | -                                | -                             | -                             | -                      | -           |
| WCB   | -                             | -                                | -                             | -                             | -                      | -           |
| Municipal Cooperation Grant (MAP)                     | 32,250                        | -                                | -                             | -                             | -                      | -           |
| Strategic Transportation Infrastructure Program       | -                             | -                                | -                             | -                             | -                      | -           |
| Crown Lease   | 599                           | 1,575                            | -                             | -                             | -                      | -           |
| <b>Total Operating Grants</b>                         | <b>2,274,181</b>              | <b>2,280,899</b>                 | <b>2,376,830</b>              | <b>1,351,520</b>              | <b>(1,025,310)</b>     | <b>(43)</b> |
| <b>CAPITAL GRANTS:</b>                                |                               |                                  |                               |                               |                        |             |
| <b>Federal</b>  |                               |                                  |                               |                               |                        |             |
| Federal Gas Tax Fund - Capital                        | 27,555                        | 608,382                          | 800,000                       | 1,300,000                     | 500,000                | 63          |
| Building Canada - Communities Component               | 95,514                        | -                                | 80,000                        | 20,000                        | (60,000)               | (75)        |
| Recreation Infrastructure Canada (RinC)               | 50,000                        | -                                | -                             | -                             | -                      | -           |
| <b>Provincial</b>                                     |                               |                                  |                               |                               |                        |             |
| Municipal Sustainability Initiative - Capital (MSI)   | 7,217,575                     | 194,103                          | 2,325,000                     | 1,584,500                     | (740,500)              | (32)        |
| Municipal Infrastructure - Capital (AMIP)             | -                             | -                                | -                             | -                             | -                      | -           |
| Strategic Transportation Infrastructure Program       | 90,033                        | 87,011                           | 919,000                       | 4,343,500                     | 3,424,500              | 373         |
| Community Airport Grant                               | 495,841                       | -                                | -                             | -                             | -                      | -           |
| Recovery from 3rd Parties (Burnt Timber Road Project) | -                             | 25,306                           | -                             | 1,798,000                     | 1,798,000              | -           |
| <b>Total Capital Grants</b>                           | <b>7,976,518</b>              | <b>914,801</b>                   | <b>4,124,000</b>              | <b>9,046,000</b>              | <b>3,124,000</b>       | <b>76</b>   |
| <b>TOTAL GRANTS</b>                                   | <b>10,250,699</b>             | <b>3,195,701</b>                 | <b>6,500,830</b>              | <b>10,397,520</b>             | <b>2,098,690</b>       | <b>32</b>   |



**Mountain View  
COUNTY**

**Revenues**

**2012 Budget**

**MOUNTAIN VIEW COUNTY  
TAX RATE COMPARISON**

|  | 2009  | 2010  | 2011  | 2012  | %<br>Change |
|--|-------|-------|-------|-------|-------------|
| Municipal                                  |       |       |       |       |             |
| Residential                                | 2.32  | 2.35  | 2.18  | 2.35  | 7.8         |
| Farmland                                   | 7.50  | 7.47  | 7.35  | 7.35  | 0.0         |
| Commercial/Industrial                      | 9.66  | 9.71  | 9.85  | 9.73  | (1.2)       |
| Machinery & Equipment                      | 9.66  | 9.71  | 9.85  | 9.73  | (1.2)       |
| Linear                                     | 9.66  | 9.71  | 9.85  | 9.73  | (1.2)       |
| Alberta School Foundation Fund (A.S.F.F.): |       |       |       |       |             |
| Residential & Farmland                     | 2.07  | 2.14  | 2.26  | 2.68  | 18.6        |
| Commercial/Industrial                      | 3.68  | 3.67  | 3.70  | 3.74  | 1.1         |
| Linear                                     | 3.68  | 3.67  | 3.70  | 3.74  | 1.1         |
| Mountain View Seniors' Housing             | 0.08  | 0.08  | 0.08  | 0.07  | (12.5)      |
| Mountain View Waste Management             | 0.04  | 0.04  | 0.04  | 0.03  | (25.0)      |
| EMS Services                               | 0.04  | 0     | 0     | 0.00  |             |
| Total Tax Rates:                           |       |       |       |       |             |
| Residential                                |       |       |       |       |             |
| Municipal                                  | 2.32  | 2.35  | 2.18  | 2.35  | 7.8         |
| A.S.F.F.                                   | 2.07  | 2.14  | 2.26  | 2.68  | 18.6        |
| Mountain View Seniors' Housing             | 0.08  | 0.08  | 0.08  | 0.07  | (12.5)      |
| Mountain View Waste Management             | 0.04  | 0.04  | 0.04  | 0.03  | (25.0)      |
| EMS Services                               | 0.04  | 0.00  | 0.00  | 0.00  |             |
| Total Residential                          | 4.55  | 4.61  | 4.56  | 5.13  | 12.5        |
| Farmland                                   |       |       |       |       |             |
| Municipal                                  | 7.50  | 7.47  | 7.35  | 7.35  | 0.0         |
| A.S.F.F.                                   | 2.07  | 2.14  | 2.26  | 2.68  | 18.6        |
| Mountain View Seniors' Housing             | 0.08  | 0.08  | 0.08  | 0.07  | (12.5)      |
| Mountain View Waste Management             | 0.04  | 0.04  | 0.04  | 0.03  | (25.0)      |
| EMS Services                               | 0.04  | 0.00  | 0.00  | 0.00  |             |
| Total Farmland                             | 9.73  | 9.73  | 9.73  | 10.13 | 4.1         |
| Commercial/Industrial                      | 13.50 | 13.50 | 13.67 | 13.57 | (0.7)       |
| Machinery & Equipment                      | 9.82  | 9.83  | 9.97  | 9.83  | (1.4)       |
| Linear                                     | 13.50 | 13.50 | 13.67 | 13.57 | (0.7)       |





Revenues

2012 Budget

**MOUNTAIN VIEW COUNTY  
2012 TAX LEVY BUDGET**

|                                       | Requisition<br>for Current<br>Year<br>\$ | Allowances<br>and<br>Underlevies<br>\$ | Total<br>\$ | Total<br>Assessed<br>Valuation<br>\$ | Tax<br>Rates | Tax Levy<br>\$    |
|---------------------------------------|--|--|-------------|--------------------------------------|--------------|-------------------|
| <b>MUNICIPAL:</b>                     |  |  |             |                                      |              |                   |
| Residential                           |  |  |             | 1,988,386,826                        | 2.35         | 4,673,000         |
| Farmland                              |  |  |             | 158,426,169                          | 7.35         | 1,164,000         |
| Commercial/Industrial                 |  |  |             | 241,556,210                          | 9.73         | 2,350,000         |
| Machinery & Equipment                 |  |  |             | 426,942,839                          | 9.73         | 4,154,000         |
| Linear                                |  |  |             | 1,194,991,806                        | 9.73         | 11,627,000        |
| <b>EDUCATION:</b>                     |  |  |             |                                      |              |                   |
| <b>Alberta School Foundation Fund</b> |  |  |             |                                      |              |                   |
| Residential & Farmland                | 5,687,600                                | 16,650                                 | 5,704,250   | 2,130,399,716                        | 2.68         | 5,709,000         |
| Non-Residential                       | 5,349,922                                | 15,661                                 | 5,365,584   | 1,435,870,743                        | 3.74         | 5,370,000         |
| <b>Opted Out School Boards</b>        |  |  |             |                                      |              |                   |
| Residential & Farmland                | 42,602                                   | 125                                    | 42,727      | 16,413,279                           | 2.68         | 44,000            |
| Non-Residential                       | 2,657                                    | 8                                      | 2,665       | 677,273                              | 3.74         | 3,000             |
| <b>Senior's Housing</b>               | 311,825                                  | -30,147                                | 281,678     | 4,010,303,849                        | 0.07         | 281,000           |
| <b>Regional Waste Management</b>      | 137,222                                  | -1,766                                 | 135,456     | 4,010,303,849                        | 0.03         | 119,000           |
| <b>EMS Services</b>                   |  |  |             | 4,010,303,849                        |              |                   |
| <b>TOTAL LEVY</b>                     |  |  |             |                                      |              | <u>35,494,000</u> |





**Mountain View**  
C O U N T Y

Revenues

2012 Budget

**Tax Rate Comparison**

|                      | 2011 Excluding A.S.F.F. |             | 2011 Including A.S.F.F. |             |              |
|----------------------|-------------------------|-------------|-------------------------|-------------|--------------|
|                      | Residential             | Commercial  | Residential             | Farmland    | Commercial   |
| ROCKY VIEW           | 2.40                    | 7.12        | 4.86                    | 7.81        | 10.21        |
| LACOMBE              | 2.26                    | 4.49        | 4.61                    | 6.83        | 8.28         |
| WETASKIWIN           | 2.26                    | 12.93       | 4.61                    | 15.52       | 16.87        |
| FOOTHILLS            | 2.87                    | 6.48        | 5.33                    | 10.50       | 10.20        |
| <b>MOUNTAIN VIEW</b> | <b>2.3</b>              | <b>9.97</b> | <b>4.56</b>             | <b>9.73</b> | <b>13.67</b> |
| STURGEON             | 3.21                    | 9.10        | 5.60                    | 9.80        | 13.18        |
| WHEATLAND            | 5.12                    | 9.02        | 7.54                    | 14.38       | 12.77        |
| LEDUC                | 3.11                    | 7.32        | 5.47                    | 13.58       | 10.82        |
| PARKLAND             | 3.68                    | 6.78        | 6.10                    | 6.10        | 9.88         |
| RED DEER             | 3.46                    | 10.21       | 6.00                    | 10.69       | 13.81        |
| Min                  | 2.26                    | 4.49        | 4.56                    | 6.10        | 8.28         |
| Max                  | 5.12                    | 12.93       | 7.54                    | 15.52       | 16.87        |
| Median               | 2.99                    | 8.17        | 5.40                    | 10.15       | 11.79        |
| Ave                  | 3.07                    | 8.34        | 5.47                    | 10.49       | 11.97        |

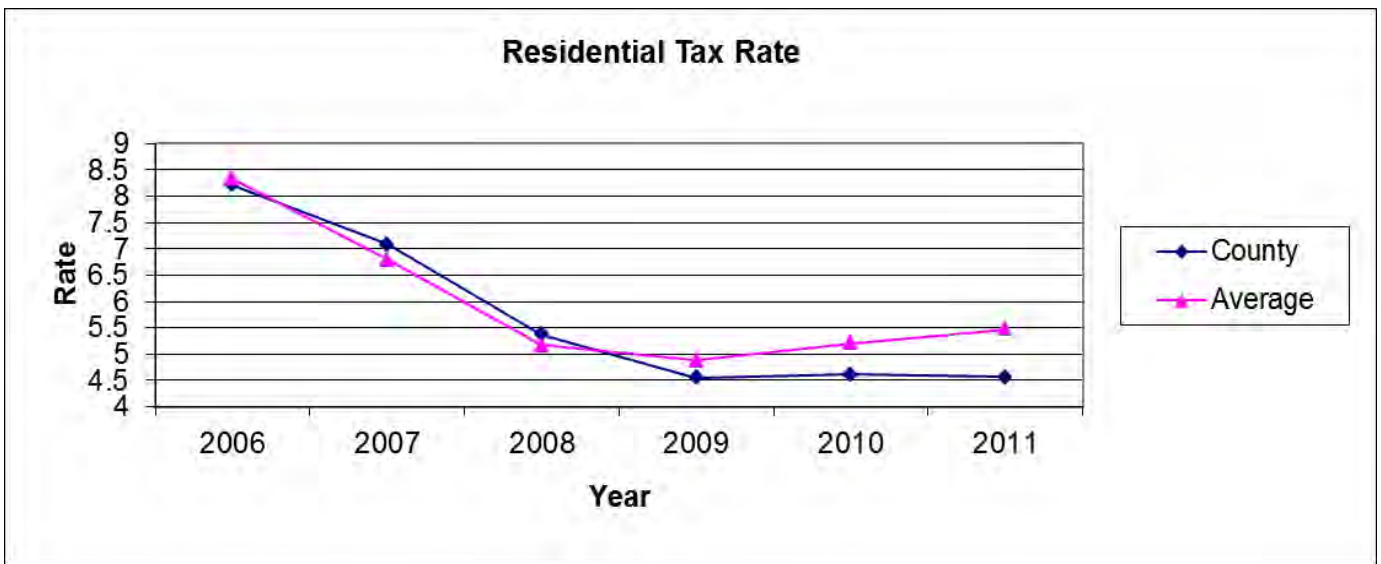
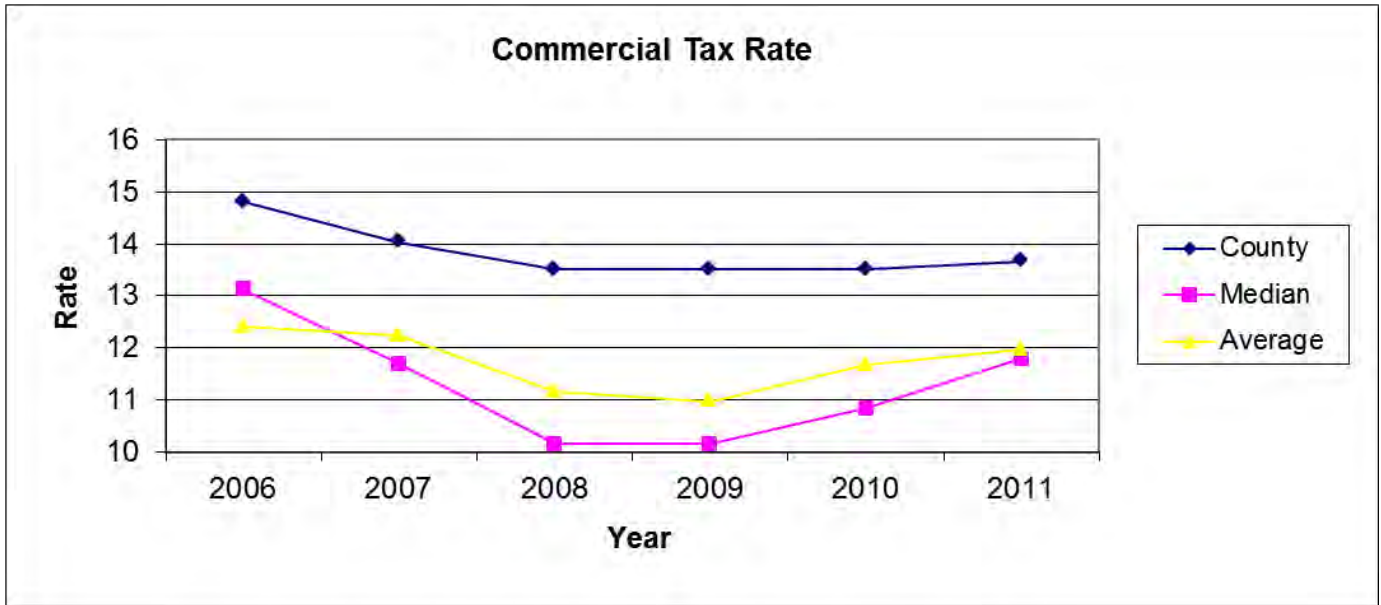




**Mountain View**  
COUNTY

**Revenues**

**2012 Budget**





**Mountain View  
COUNTY**

Revenues

2012 Budget

**MOUNTAIN VIEW COUNTY  
2012 BUDGET  
LIVE ASSESSMENT AND MUNICIPAL TAX RATE CALCULATION**

| <b>1. LIVE ASSESSMENTS:</b> | <b>2011<br/>Projected<br/>\$</b> | <b>2012<br/>Budget<br/>\$</b> | <b>Increase<br/>(Decrease)<br/>%</b> |
|-----------------------------|----------------------------------|-------------------------------|--------------------------------------|
| Residential/Farm:           |                                  |                               |                                      |
| Residential                 | 928,183,899                      | 917,448,261                   | (1.16)                               |
| Residential Farm            | 1,164,519,851                    | 1,070,938,565                 | (8.04)                               |
| Total Residential           | <u>2,092,703,751</u>             | <u>1,988,386,826</u>          | (4.98)                               |
| Agricultural Rated          | <u>158,558,593</u>               | <u>158,426,169</u>            | (0.08)                               |
| Total Residential/Farm      | <u>2,251,262,344</u>             | <u>2,146,812,995</u>          | (4.64)                               |
| Commercial/Industrial       | 236,636,751                      | 241,556,210                   | 2.08                                 |
| Machinery & Equipment       | 417,736,730                      | 426,942,839                   | 2.20                                 |
| Linear                      | <u>1,134,024,007</u>             | <u>1,194,991,806</u>          | 5.38                                 |
| Total Live Assessment       | <u>4,039,659,832</u>             | <u>4,010,303,849</u>          | (0.73)                               |

**2. FARMLAND AND RESIDENTIAL TAX REVENUE SCHEDULE:**

|                                 | <b>2011<br/>Projected<br/>\$</b> | <b>2012<br/>Budget<br/>\$</b> | <b>Increase<br/>(Decrease)<br/>%</b> |
|---------------------------------|----------------------------------|-------------------------------|--------------------------------------|
| Residential:                    |                                  |                               |                                      |
| Municipal                       | 4,562,094                        | 4,673,000                     | 2.43                                 |
| ASFF                            | 4,729,510                        | 5,329,000                     | 12.68                                |
| Seniors' Lodges                 | 167,416                          | 139,000                       | (16.97)                              |
| Regional Waste Management       | 83,708                           | 60,000                        | (28.32)                              |
| Total Residential               | <u>9,542,729</u>                 | <u>10,201,000</u>             | 6.90                                 |
| Farmland:                       |                                  |                               |                                      |
| Municipal                       | 1,165,406                        | 1,164,000                     | (0.12)                               |
| ASFF                            | 358,342                          | 425,000                       | 18.60                                |
| Seniors' Lodges                 | 12,685                           | 11,000                        | (13.28)                              |
| Regional Waste Management       | 6,342                            | 5,000                         | (21.16)                              |
| Total Farmland                  | <u>1,542,775</u>                 | <u>1,605,000</u>              | 4.03                                 |
| Total Residential and Farmland: | <u>11,085,504</u>                | <u>11,806,000</u>             | 6.50                                 |



**Mountain View**  
C O U N T Y

Revenues

2012 Budget

**MOUNTAIN VIEW COUNTY  
2012 BUDGET  
LIVE ASSESSMENT AND MUNICIPAL TAX RATE CALCULATION  
(Continued)**

|                                  | <b>2011<br/>Projected<br/>\$</b> | <b>2012<br/>Budget<br/>\$</b> | <b>Increase<br/>(Decrease)<br/>%</b> |
|----------------------------------|----------------------------------|-------------------------------|--------------------------------------|
| <b>3. MUNICIPAL TAX REVENUE:</b> |                                  |                               |                                      |
| Residential                      | 4,562,094                        | 4,673,000                     | 2.43                                 |
| Farmland                         | 1,165,406                        | 1,164,000                     | (0.12)                               |
| Commercial & Industrial          | 2,330,872                        | 2,350,000                     | 0.82                                 |
| Machinery & Equipment            | 4,114,707                        | 4,154,000                     | 0.95                                 |
| Linear                           | <u>11,170,136</u>                | <u>11,627,000</u>             | 4.09                                 |
| Total Municipal Tax Revenue      | <u>23,343,215</u>                | <u>23,968,000</u>             | 2.68                                 |

**4. COMMENTS AND QUESTIONS:**

- \* Residential and Farmland cannot have different tax rates for ASFF (MGA 359.1(4))
- \* Commercial & Industrial, Machinery & Equipment and Linear must have the same municipal tax rate(MGA 354(3.1))

