**Minutes – Executive Policy Committee – January 11, 2017**

## REPORTS

**Item No. 9 Soldiers' Taxation Relief for 2016**

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

The Executive Policy Committee concurred in the recommendation of the Winnipeg Public Service and recommended to Council:

1. That the applications pursuant to The Soldiers' Taxation Relief Act be approved with the understanding that the requested amount will be recovered from the Province of Manitoba.

2. That the Proper Officers of the City be authorized to do all things necessary to implement the intent of the foregoing.

DECISION MAKING HISTORY:

Moved by Councillor Gillingham,

That the recommendation of the Winnipeg Public Service be concurred in and forwarded to Council.

Carried

# ADMINISTRATIVE REPORT

**Title:** **Soldiers' Taxation Relief for 2016**

**Critical Path:** **Executive Policy Committee - Council**

## AUTHORIZATION

| Author | Department Head | CFO | CAO |
|---|---|---|---|
| T. Austin | M. Chambers | M. Ruta | D. McNeil |

## EXECUTIVE SUMMARY

This Administration Report provides information regarding the successful applications for the Soldiers' Tax Relief Program which is administered and funded by the Province of Manitoba. The credit received is applied directly to the property tax account of the successful applicants.

## RECOMMENDATIONS

1. That City Council approves the applications pursuant to The Soldiers' Taxation Relief Act with the understanding that the requested amount will be recovered from the Province of Manitoba.

2. That the Proper Officers of the City be authorized to do all things necessary to implement the intent of the foregoing.

## REASON FOR THE REPORT

The Soldiers' Taxation Relief Act requires City Council to annually approve applications for tax assistance and the Public Service to forward the applications and a statement indicating the tax assistance amount to the Province of Manitoba for reimbursement.

## IMPLICATIONS OF THE RECOMMENDATIONS

The provision of the Soldiers' Taxation Relief is cost-neutral for the City of Winnipeg. This credit program is administered and funded by the Province of Manitoba. Any approved amount claimed is paid to the City of Winnipeg by the Province and, in turn, refunded back to the approved property owner.

## HISTORY

*The Soldiers' Taxation Relief Act* provides for a partial exemption from property taxes of an amount not exceeding $50 in each year, for the property of:

- The pensioned surviving spouse of any soldier;
- The pensioned parent of any deceased soldier or of a totally disabled soldier confined in any military hospital for the treatment of mental diseases, or any sanatorium for the treatment of tuberculosis;
- Any soldier in receipt of a military pension by reason of being disabled to the extent of at least 75% of total disability;
- A totally disabled soldier confined in any hospital or in any sanatorium for the treatment of tuberculosis, or in any hospital for the treatment of mental diseases, while so confined therein for not less than a minimum period of three months in any one year.

The exemption is "income tested" and does not apply to the property of any such person who has income from sources other than the pension. The $50 exemption amount has remained unchanged for several years.

**DISCUSSION:**

The Director of Assessment and Taxation has received five applications for relief from taxation for the year 2016 under the provisions of *The Soldier' Taxation Relief Act*, and is satisfied as to the good faith and merit of the applications. The total amount of the relief granted is $250.00.

## FINANCIAL IMPACT

**Financial Impact Statement** **Date:** December 13, 2016

**Project Name:** **First Year of Program** **2016**

Soldiers' Taxation Relief for 2016

| | 2016 | 2017 | 2018 | 2019 | 2020 |
|---|---|---|---|---|---|
| **Capital** | | | | | |
| Capital Expenditures Required | | | | | |
| Less: Existing Budgeted Costs | | | | | |
| Additional Capital Budget Required | $ - | $ - | $ - | $ - | $ - |
| **Funding Sources:** | | | | | |
| Debt - Internal | | | | | |
| Debt - External | | | | | |
| Grants (Enter Description Here) | | | | | |
| Reserves, Equity, Surplus | | | | | |
| Other - Enter Description Here | | | | | |
| Total Funding | $ - | $ - | $ - | $ - | $ - |
| Total Additional Capital Budget Required | $ - | | | | |
| Total Additional Debt Required | $ - | | | | |
| **Current Expenditures/Revenues** | | | | | |
| Direct Costs | $ 250 | | | | |
| Less: Reimbursement from Province of Manitoba | 250 | | | | |
| Net Cost/(Benefit) | $ - | $ - | $ - | $ - | $ - |
| Less: Existing Budget Amounts | | | | | |
| Net Budget Adjustment Required | $ - | $ - | $ - | $ - | $ - |

**Additional Comments:**

The provision of the Soldiers' Taxation Relief is cost-neutral for the City of Winnipeg. This credit program is administered and funded by the Province of Manitoba. Any approved amount claimed is paid to the City of Winnipeg by the Province and refunded back to the approved property owner.

original signed by

Ramona Hodges
Manager of Finance (Campus)
Corporate Finance Department

## CONSULTATION

**In preparing this report there was consultation with:**

**Internal**

**External**

- Individual veterans / widows for completion of application forms
- Veterans Affairs Canada, Manitoba District, Winnipeg Office

## OURWINNIPEG POLICY ALIGNMENT

N/A

## SUBMITTED BY

Department: Assessment and Taxation
Division: Taxation and Finance
Prepared by: T. Austin, Manager of Taxation and Finance Services
Date: December 13, 2016
File No. N/A