

2023

A GUIDE TO PROPERTY TAXES



CITY OF
YELLOWKNIFE

Find Us:
www.yellowknife.ca



1. What property taxes are used for

The City of Yellowknife will raise 80.9% of all 2022 operating revenue through property taxation. As well, Yellowknife School Districts raise a significant portion of their operating revenues through property taxation.

Municipal property taxes are used to provide the following services and programs:

Community Services:

- Maintenance of parks and meridians
- Public library programs and services
- Ruth Inch Memorial Pool programs
- Athletic facilities' operations and programs

Economic Development:

- New business marketing
- Development and enhancement of City profile
- Program development initiatives

Grants to Community Groups:

- Funding to arts and cultural groups
- Funding to non-profit youth and service organizations

Public Works and Transportation:

- Dust control and street sweeping
- Winter sanding/snow removal
- Road patching/crack sealing
- Sidewalk maintenance
- Traffic signals
- Street lighting
- Public transit
- Engineering services

Public Safety:

- Parking enforcement
- Traffic enforcement
- Emergency services
- Emergency management

Planning and Development:

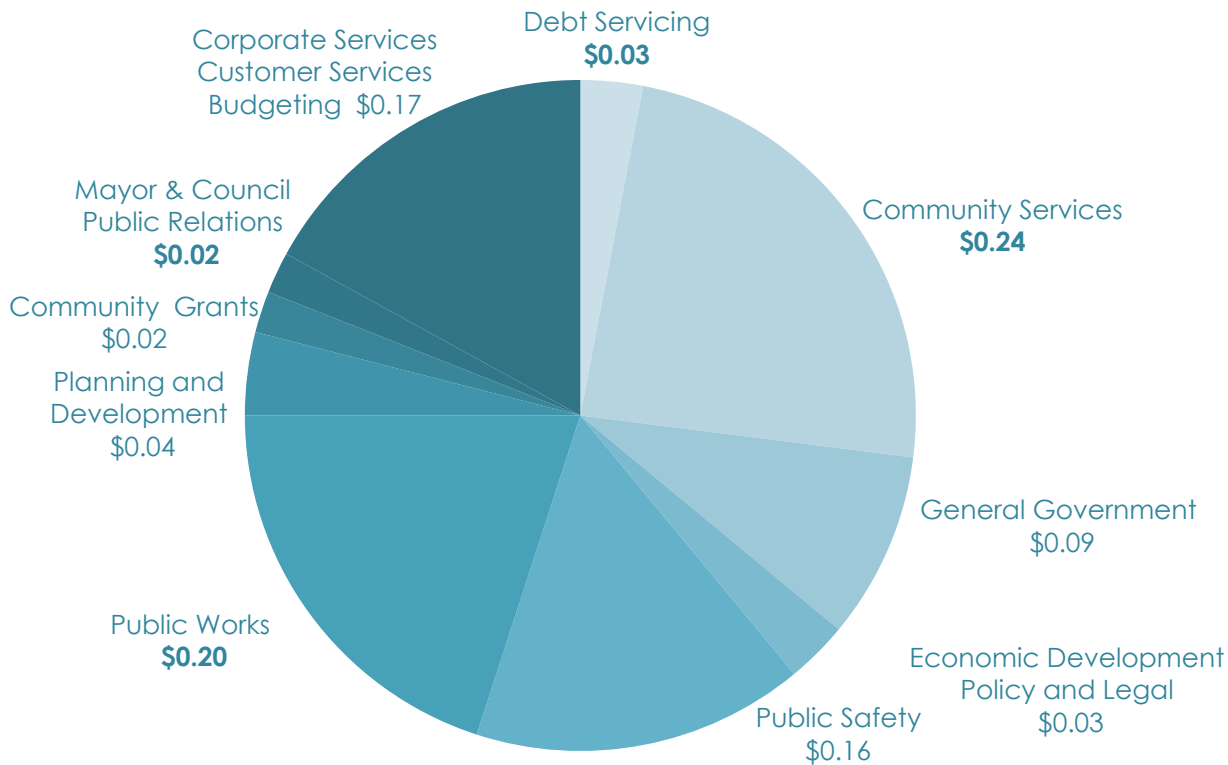
- Building By-law administration
- Zoning and development control
- Land use planning
- Land administration

Support Services:

- Billing and collections
- Financial reporting
- Assessment
- Legal
- Advertising
- City Clerk
- Information technology
- Human resources
- Council
- Purchasing
- Cash management
- Risk management
- Budgeting



Where each budgeted tax dollar went in 2022



2. Property taxes – how they are calculated and billed

Your property taxes are the product of two factors: your assessment, and the municipal and education mill rates. The municipal mill rate is determined by dividing the total property tax revenues required to meet the City's yearly operating budget by the total property assessment in the City. The education mill rate is calculated in a similar manner. The City collects school taxes on behalf of the school Boards, but does not administer or control school taxes.

One 'mill' represents \$1.00 of tax for every \$1,000 of assessment. Here's how the mill rate formula is applied in calculating your property taxes.

$$(\text{Assessment} / 1,000) \times \text{Mill Rate} = \text{Property Taxes}$$

The City is allowed to establish an interim tax levy (bill) not exceeding 50% of the property tax payable for the previous year. The interim and final bills are a combination of both municipal and school taxes.

The interim bill is mailed to ratepayers at the end of January, and the final levy is mailed at the end of June. The final mill rate is calculated after the Board of Revision has completed the second revision of the assessment roll and the school boards have submitted their requisitions to the City.

The 2023 interim tax levy is calculated as 50% of the 2022 municipal tax levy plus 50% of the 2022 education levy.

3. Methods of payment.

INTEREST-FREE TAX PAYMENT PLAN

The City offers interest-free payments to qualifying taxpayers. The payment plan is simple to use and allows you to pay your taxes interest free over 12 months.



To qualify:

- Payments must be automatic bank withdrawal on the last business day of the month.
- All overdue charges must be paid before enrollment.
- Payments from January to June are equal to 1/12 of the previous year's taxes.
- Payments from July to December are equal to 1/6 of the balance due on the June tax bill.
- **The installment plan will be discontinued without further notice if any other charges, such as unpaid utility charges, are added to your tax account or the tax installment payment is bounced back from your bank.**

To enroll:

- Print off and complete a hard copy of the Interest-Free Pre-Authorized Tax Installment Form from the City of Yellowknife's website at www.yellowknife.ca (search "Interest-Free Tax Installments"); or
- Visit City Hall to complete a copy of the Interest-Free Pre-Authorized Tax Installment Form.

MAIL – Send a cheque or money order (do not mail cash) and enclose the return portion of your tax bill. **The envelope must be physically received at City Hall on or before the due date; otherwise penalties will be added.**

POSTDATED CHEQUES – Postdated cheques will be accepted by the City of Yellowknife, but the cheque must be dated for the due date or earlier.

BANKS – Payment can be made through your bank's online and telephone banking systems. Visit your local branch for details. **Please allow ten business days for your bank to transfer funds and payment information.** Payments must be received by the City on or before due date, otherwise penalties will be added.

IN PERSON – Payment may be made by cheque, cash, and debit card to the City's Customer Service Centre at City Hall during normal business hours.

AFTER HOURS – There is a night deposit box located by the front doors of City Hall. After closing time, deposits are recorded as received the next business day.

MORTGAGE COMPANY PAYMENTS – If you are paying P.I.T. (principal, interest and taxes) to your mortgage company, the company will receive the original invoice for your taxes and you will receive a duplicate tax bill for your records. The property tax bill will show the name of your mortgage company and your mortgage number. If the mortgage company name does not appear on the bill and you believe you pay P.I.T., contact your mortgage company immediately. The City does not determine the amount of your monthly mortgage payment. Please contact your bank if you have questions.

AUTOMATIC MONTHLY UTILITY PAYMENTS - The City of Yellowknife offers automatic payment of your utility bill. You continue to receive your utility bill and payment is debited from your bank account or credit card on the due date. To enroll in this service, please complete the Pre-authorized Payment Form by visiting the City's website at www.yellowknife.ca or calling 920-5600.

4. Property tax relief programs

Senior Citizens

Residents may qualify for a rebate of up to \$2,000 on an annual basis, if you are 65 (or older) in the year you apply and you own and reside on the property. Please complete an application located on the City of Yellowknife's website at www.yellowknife.ca (search "Tax Relief Form") or visit City Hall to pick up a copy of the Tax Relief Form. You will be required to provide the appropriate documents to be approved for the rebate. The City does not grant rebates for previous years.

Persons living with a disability

You may qualify for a rebate of up to \$2,000 on an annual basis if you own and reside on the property and you provide the City with appropriate documents, such as:

- Letter from the Worker's Safety and Compensation Commission that assesses your disability and describes the type of claim;
- An entitlement letter under Canada Pension Plan;
- A Disabled Tax Certificate filled with Canada Revenue Agency; or
- Other equivalent documents.

Please complete an application located on the City of Yellowknife's website at www.yellowknife.ca (search "Tax Relief Form") or visit City Hall to pick up a copy of the Tax Relief Form. You will be required to provide all the related documents to be approved for the rebate. The City does not grant rebates for previous years.

For further details, please visit City Hall, www.yellowknife.ca or call (867) 920-5600.

5. Penalties

Accounts which are not paid by the due date will be penalized 1.8% per month. Any unpaid taxes and penalties that have accrued from previous years will also be charged a penalty of 1.8% on the first day of every month until the taxes are paid.



Cheques not honoured by your bank will be returned to our office and a service fee will be added to your account. A cheque can be returned for insufficient funds in your account or for not being completed correctly. Please ensure your cheque is completed accurately. If the taxes are unpaid at the due date as a result of a returned cheque, penalties will be added to the account.

If any previous arrears are outstanding, your payment will be applied first to arrears, then to arrears penalties, then to current taxes, and finally to current penalties.

6. What happens if your taxes remain outstanding?

Property taxes unpaid as of December 31st of the year in which the bills pertain to will lead to this fact being published to the local newspaper, and collection costs being added to your account.

Important Reminder

Due date for payment of interim taxes is March 31, 2023 to avoid being penalized. Whether or not you file a complaint against your assessment, taxes are still due and payable by the due date.

ASSESSMENTS – What does it all mean?



The City of Yellowknife will raise 80.9% of all operating revenue through property taxation in 2022. As well, Yellowknife School Districts raise some of their operating revenues through property taxation. In order to have fairness in property taxation, accurate and timely assessments should be completed.

Appeal mechanisms are in place for taxpayers who disagree with their property assessment.

The first step is a complaint to the “Board of Revision” (please refer to “The Complaint Process” for more information). The Board is made up of local citizens. If a taxpayer is dissatisfied with the Board’s decision, a decision can be further appealed to the Territorial

Assessment Appeal Tribunal. The final level of appeal is to the Supreme Court of the Northwest Territories.

What is an Assessment?

An assessment is a value placed on property (land and buildings) for municipal taxation purposes. Assessed values provide a means of distributing taxes among property owners in Yellowknife. Municipalities, including the City of Yellowknife, levy taxes to provide services such as fire protection, street lighting, parks and recreation, snow removal, road maintenance and public transit.

How is My Property Assessed?

The assessed value of your property is determined using standards established by Territorial legislation to ensure that all properties are assessed in an equitable manner. In addition, assessments are valued as of a “base year”. Currently, the base year for Yellowknife is 2017.

Land Assessment Values reflect 100% of market values in Yellowknife for the 2017 base year. These values are determined by analyzing the average selling price of similar parcels of land in an area for the base year. Items such as lot size, location and zoning are taken into consideration.

Building Assessment Values reflect 100% of typical depreciated replacement costs for 2018. These values are determined by applying the guidelines of a building assessment manual based on northern costs. These guidelines are regulated by the Territorial Government. Factors affecting building assessment values include size, type of structure, quality of materials and depreciation. Building assessment values include fixed structures such as residences and garages and do not include items such as home furnishings, fences, driveways, and landscaping.

How Can I Check the Accuracy of My Assessment?

Review your assessment notice to ensure correct name, address, school support, etc.

Compare your assessment with other similar properties in your neighbourhood. You can do this using the City Explorer tool on the City’s website. For land comparisons, ensure similarity of location, lot size and zoning. For building comparisons, ensure similarity of age, quality, style and size.



Your assessment notice indicates property classification. Check to ensure the property classification is correct.

The property classifications are as follows:

- 1) Residential
- 2) Multi-Residential
- 3) Commercial and Industrial
- 4) Mining and Quarrying
- 5) High-Density Parking
- 6) Agricultural

When Should I File a Complaint?

You must file a complaint within 45 days of the mailing date noted on the assessment notice. Factors that warrant filing a complaint include:

- Factual errors such as structure description, quality or property classification, size, depreciation, land zoning, etc.
- Differences between your assessment and similar properties in your neighbourhood.
- Errors in the School Support Declaration.

The Complaint Process

If you have any questions about your assessment, phone our staff at (867) 920-5664 or (867) 920-5625. If you wish to file a complaint, it must be submitted in writing to the Secretary of the Board of Revision at P.O. Box 580, Yellowknife, NT X1A 2N4 or email your complaint letter to cityclerk@yellowknife.ca.

It is important to:

- Indicate your property address and assessment roll number.
- Identify whether the complaint is against the land assessment only, building assessment only, or land and building values.
- State the specific reasons for your complaint, such as an error on lot size or building classification, or an assessment value that is different from neighbours with similar lots and buildings. Include the addresses of any properties to which you are referring to in your complaint.
- Indicate the address to which you want correspondence sent if it is different from the mailing address on your assessment notice. Include both your home and business telephone numbers. Be sure to sign and date your complaint.

Approximately two weeks after filing your complaint you will receive an acknowledgment from the Board of Revision. Later, a "Notice of Hearing" will be mailed to you at least 21 days prior to the hearing of your complaint, providing the date, time and location of your hearing. At the Board, you will have the opportunity to present your case to Board Members, who are not City employees or assessors. Please note that a hearing date will not be set for changes to the school support declaration.

Important Reminders

- Complaints can be filed against assessment only, not against taxes.
- If you feel your assessment is not fair in comparison to other similar properties, please discuss your assessment with us.
- If you decide to file a complaint with the Board of Revision, you must do so prior to the final date for filing shown on your assessment notice.

School Tax Support – You have a choice!

Where your school tax dollar goes

The Yellowknife Education District No. 1 and the Yellowknife Catholic Schools are the only two school jurisdictions within the Northwest Territories with the ability to raise revenue through property taxes. This revenue translates into a financial flexibility allowing value-added programming in a number of key areas. It can be seen in quality facilities, French Immersion programming, lower pupil/teacher ratios and appropriate technologies. The school districts are not limited to standard models, either in facility design or school operation. Yellowknife schools are some of the best in the Northwest Territories and in the country.

How school taxes are allocated

All ratepayers in the City of Yellowknife have the option of allocating where their school taxes go.

A ratepayer can allocate any portion of their support to either school district. All property owners receive a Notice of Assessment in January indicating the prior year's school tax support and asking for any changes for the coming taxation period. If you wish to change this support, you must do so in writing to the Secretary of the Board of Revision within 45 days of the mailing date of the assessment notice.

Your school tax allocated monies will apply to the 2023/2024 school year.

If a ratepayer does not declare a specific school tax support then taxes are allocated on an enrollment ratio. Currently the enrollment split is 59.73% to the Yellowknife Education District No. 1 and 40.27% to the Yellowknife Catholic Schools. When a property is sold, the declaration automatically reverts back to the enrollment split and it is up to the new property owner to declare their new declaration if it is different from the enrollment split.

As mentioned above, a ratepayer can declare their support 100% to either Board or any portion thereof. For example, a ratepayer with four children, two of whom attend a public school and two of whom attend a Catholic school, may wish to declare his or her support 50% to the Yellowknife Education District No.1 and 50% to the Yellowknife Catholic Schools.

In Summary:

- A ratepayer can declare their support for either school board either partially or in full.
- A ratepayer can only change their school tax support within the 45-day period after the mailing date noted on the assessment notice.
- Upon the sale of a property, school tax support automatically reverts to the enrollment ratio.

Check your Notice of Assessment

If you want to change your school tax support, fill out the form on the following page and mail to the address indicated, drop off at City Hall (4807 52nd Street) during office hours or email cityclerk@yellowknife.ca. In May, you will receive a letter from the Board of Revision indicating changes made.

We're here to help

For more information, call 920-5625 or 920-5600, or visit our Customer Service representative at City Hall, 4807 – 52nd Street.

www.yellowknife.ca

SCHOOL SUPPORT DECLARATION

Date: _____

To: The Secretary of the Board of Revision
P.O. Box 580
Yellowknife, NT X1A2N4
or Email cityclerk@yellowknife.ca



I/we _____ of the City of Yellowknife declare that the Property Owner(s) education portion of my/our property taxes for my/our property.

Street Address _____

Lot _____ Block _____ Plan _____ be designated as follows:

School Support:

(Please check the appropriate space)

- Split by Enrollment:**
- YK Education District No. 1 – 59.73%
- YK Catholic Schools – 40.27%
- Total – 100%

or

- YK Education District No. 1 – 100%
- YK Catholic Schools – 100%

- Custom Declaration:**
- _____ YK Education District No. 1
- _____ YK Catholic Schools
- Total – 100%

Please Note: A ratepayer can only change their school support within the 45 day period after the mailing date noted on the assessment notice.

I am aware that this change will take effect for the 2023/2024 school year.

Signature _____

Requires a signature for process. It can be signed electrically and emailed.

PLEASE NOTE:

This declaration is for taxation purposes only and will not affect your record on the Voters List. Please visit the Elections webpage at www.yellowknife.ca or contact the Office of the City Clerk at 920-5667 should you wish to amend the Voters List.

For City Use
Roll No: _____
Entered by: _____