

The permissive tax exemption guidelines are intended to:

- Provide consistent and equal treatment and consideration for all applicants
- Optimize the provision of charitable and not for profit services for the benefit of Delta residents
- Allow for consideration of a wide diversity of organizations and evaluation of each application on its own merits

To receive consideration for a permissive tax exemption, properties must qualify for an exemption under the provisions of the *Community Charter*. Should a property be eligible for an exemption, the application for a permissive tax exemption will be evaluated according to these guidelines.

To be eligible for a permissive tax exemption, an organization must comply with all of the guidelines. The application form and associated submissions form an integral part of these guidelines. Council may, at its discretion, reject any or all applicants in any given year.

Applications will be evaluated against each of the following guidelines.

1. Consistent with municipal policies, plans, bylaws and regulations

The use of the property must be consistent with and in support of all municipal legislation.

The intent of this guideline is to make certain that the organization receiving a permissive exemption is in compliance with all municipal policies, plans, bylaws, and any other applicable regulations.

For example, it would be inappropriate to support an organization should the property use be non-conforming to zoning, or have an incompatible land use.

2. Non-profit

Tax exemption will not be granted for organizations that operate with a profit motive.

Council may require evidence of financial need including demonstration that lack of tax exemption would impair the provision of services to the community or impose significant hardship on users.

The intent of this guideline is to make certain that municipal support is not used to further the activities of an individual or organization that, but for its not for profit status, would otherwise be considered a business. In addition, the property receiving a permissive tax exemption would not ordinarily be used for this purpose by an organization having equivalent operations in the business community.

Applicants can demonstrate non-profit status by being a registered charitable institution or society. Registered organizations must be able to demonstrate compliance with the Society Act and provide evidence to corroborate compliance at a minimum through Canada Revenue Agency filing or other documentation as requested by the Municipality.

3. Complimentary extensions to municipal services and programs

Services provided by an organization should fulfill some basic need, or otherwise improve the quality of life of Delta residents.

The intent of this guideline is to make certain that support is provided for services that are compatible with, or are complementary to, those offered by the Municipality.

In determining the degree of compatibility of the applicant's services, consideration will be given to the services already offered within the Municipality. Municipal departments may determine whether the service is needed or wanted by the residents of Delta.

4. Principal property use

Permissive tax exemptions will be based on the principal use of the property, not on the non-profit or charitable service of the organization.

The intent of this guideline is to limit the exemption of property that is used to generate business revenue unrelated to the service provided by the organization.

For example, rental revenue generated from a property owned by the applicant and not used for the specific purposes of the organization would make the property ineligible for an exemption.

5. Benefit and accessibility to Delta residents

Delta residents must be primary beneficiaries of the organization's services. The services provided on the property must be accessible to the public. Council may at its discretion provide a partial exemption.

The intent of this guideline is to make certain that Delta residents generally will benefit from the municipal support provided, and will not be restricted from accessing the services of the organization.