A BYLAW TO ESTABLISH THE OPERATION OF THE ROYAL THEATRE AS A LOCAL SERVICE

WHEREAS by Letters Patent, Division XI, dated February 15, 1974, as amended by further Supplementary Letters Patent, the Capital Regional District was granted the function of purchasing, maintaining, equipping, operating and selling the Royal Theatre in Victoria, British Columbia and, pursuant to that authority, sold the Royal Theatre to the City of Victoria, the District of Saanich and the District of Oak Bay.

AND WHEREAS the Board of the Capital Regional District wishes to reacquire the Royal Theatre from the City of Victoria, the District of Saanich and the District of Oak Bay and to exercise the function granted to it by the Letters Patent in accordance with Part 21 of the Municipal Act subject to all the terms and conditions contained in the Letters Patent and including all the powers granted by the Letters Patent;

AND WHEREAS the Board of the Capital Regional District wishes to proceed under section 775 of the Municipal Act and establish the service as a local service by bylaw under sections 775(4) and 806 of the Municipal Act;

AND WHEREAS the Board of the Capital Regional District has obtained the consent of the Councils of the City of Victoria, the District of Saanich and the District of Oak Bay.

NOW THEREFORE the Regional Board of the Capital Regional District in open meeting assembled enacts as follows:

Local Service

1. The function of purchasing, maintaining, equipping, operating and selling the Royal Theatre in Victoria, British Columbia granted to the Capital Regional District by Letters Patent, Division XI, is hereby converted to a local service for pleasure, recreation and community use and includes, without limitation, all facilities and concessions associated with the Royal Theatre and a parking lot.

Boundaries

2. The boundaries of the service area shall be the boundaries of the City of Victoria, the District of Saanich and the District of Oak Bay.

Participating Area

3. The City of Victoria, the District of Saanich and the District of Oak Bay are the participating areas for this local service.
Cost Recovery

4. The annual costs for the local service, net of grants and other revenues shall be recovered by one or more of the following:

   a) the requisition of money under section 822 of the Municipal Act to be collected by a property value tax to be levied and collected under section 824(1) of the Municipal Act,

   b) the imposition of a parcel tax imposed under section 824(2) of the Municipal Act; and

   c) the imposition of fees and other charges that may be fixed by separate bylaw

Maximum Requisition

5. The maximum amount that may be requisitioned under section 816(1) of the Municipal Act for the annual cost of the local service will be:

   a) for capital expenditures including but not limited to, the renovation, reconstruction or rebuilding of a performing arts theatre, machinery and equipment, reserve fund transfers and annual debt servicing payments. the maximum amount will be Four Hundred and Eighty Thousand (480,000) Dollars.

   b) for annual operating expenditures which may also include expenditures of a nature referred to in a) above, the maximum amount will be One Hundred Thousand (100,000) Dollars.

Apportionment

6.(1) In this section the following definitions apply:

   population means the population for each municipality most recently published by the Province of British Columbia, Ministry of Finance and Corporate Affairs

   grantable crown land means land and improvements owned by the crown or an agent of the crown in the previous year if the municipality received a grant in lieu of taxes for that land and improvements in the year before the current year and where the grant in lieu of taxes was equal to the property tax that would have been payable under section 331(1)(a), (b) and (c) if the land and improvements were not Crown Land

   grantable crown land value means for grantable crown land owned by:

   a) the Province of British Columbia, excluding land owned by the British Columbia Hydro and Power Authority, the previous year’s assessed value under the Assessment Act

   b) the British Columbia Hydro and Power Authority, the assessed value under the Assessment Act, 2 years previous to the current year

   c) the Government of Canada, the value of land and improvements, 2 years previous to the current year
net taxable value of land and improvements means the prior year's net taxable value of land and improvements for general municipal purposes under the Assessment Act
converted value of land and improvements means, within each municipality, the net taxable value of land and improvements multiplied by the percentages listed below for each property class added to the grantable crown land values multiplied by the percentages listed below for each property class:

<table>
<thead>
<tr>
<th>Class of Property</th>
<th>Multiple</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>10 %</td>
</tr>
<tr>
<td>2</td>
<td>35 %</td>
</tr>
<tr>
<td>3</td>
<td>40 %</td>
</tr>
<tr>
<td>4</td>
<td>34 %</td>
</tr>
<tr>
<td>5</td>
<td>34 %</td>
</tr>
<tr>
<td>6</td>
<td>24.5 %</td>
</tr>
<tr>
<td>7</td>
<td>30 %</td>
</tr>
<tr>
<td>8</td>
<td>10 %</td>
</tr>
<tr>
<td>9</td>
<td>10 %</td>
</tr>
</tbody>
</table>

6.(2) The amount of the annual operating and capital costs recovered by requisition shall be apportioned among the participants on the basis of:

a) 50% on the basis of the converted value of land and improvements as defined above.
b) 50% on the basis of population as defined above

Grants in Lieu of Taxes

For the purpose of 814 (4), (5) and (6) of the Municipal Act funds paid to the Regional District in respect of the local service will be held to the credit of the participant making the payment.

Committee and Operation

8.(1) Despite sections 2 and 16 of the Letters Patent, the Board of the Regional District may maintain, operate, equip and sell the Royal Theatre in accordance with the applicable provisions of the Municipal Act.

(2) Despite sections 5 to 15 of the Letters Patent, the Board of the Regional District may by bylaw provide for the establishment of a committee for the purpose of managing the administration and operation of the Royal Theatre and may, in relation to the committee, exercise the powers of the Regional Board under section 795(2) of the Municipal Act.
Bylaw No. 2587

Citation

9. This Bylaw may be cited as "Royal Theatre Local Service Area Establishment Bylaw No 1, 1998".

READ A FIRST TIME THIS 11th day of February 1998
READ A SECOND TIME THIS 11th day of February 1998
READ A THIRD TIME THIS 11th day of February 1998
APPROVED BY THE INSPECTOR OF MUNICIPALITIES THIS 6th day of March 1998
ADOPTED THIS 25th day of March 1998

Filed with the Inspector of Municipalities this 27th day of March 1998