

TO: CITY MANAGER 1993 July 21

FROM: DIRECTOR FINANCE

SUBJECT: 1993 COUNCIL INDEMNITIES

PURPOSE: To set Council indemnities in accordance with the recommendations of the Council Indemnity Advisory Committee.

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RECOMMENDATIONS:

1. THAT Council indemnities for 1993 be set as detailed in the report; and
2. THAT the City Solicitor bring down a bylaw to establish the new indemnities effective 1993 January 01; and
3. THAT the City Solicitor include the provision of a vehicle for the Mayor in the bylaw.

REPORT

1993 Indemnities

In 1992, Council established a Council indemnity Advisory Committee comprised of five representatives from the local community. Their mandate was to review and report on Council indemnities. The Committee established a formula to calculate the increase in the 1992 indemnities and Council endorsed the continuation of the formula for establishing the 1993 and 1994 indemnities.

Using the same formula, the percentage increase for 1993 is calculated as:

1992 Consumer Price Index Increase - Vancouver	4.4%
1992 Industrial Aggregate wage increase - B.C.	2.2%
1992 Canadian Union of Public Employees, Local 23 increase	4.0%
Average of the above three indicators	3.5%

This increase would result in the following recommended indemnities:

	<u>1992</u>	<u>1993</u>
Mayor	\$68,072	\$70,455
Each Councillor	22,575	23,365

The following is a comparison between recommended indemnities and the indemnities for other local communities. The relative ranking of the seven municipalities surveyed is shown in brackets.

	<u>Councillor</u>	<u>Mayor</u>	<u>Population</u>
Vancouver	\$29,086(1)	\$66,107(3)	476,378(1)
Surrey	26,584(2)	72,362(1)	260,000(2)
Richmond	24,534(3)	64,946(4)	131,500(4)
Burnaby	23,365(4)	70,455(2)	161,500(3)
Coquitlam	19,719(5)	64,440(5)	85,150(6)
Delta	16,275(6)	49,275(6)	89,434(5)
Langley (Township)	14,504(7)	43,512(7)	67,000(7)

The recommended indemnities are:

	<u>Total Indemnity</u>	<u>Expense Allowance Portion (1/3)</u>	<u>Balance of Indemnity (2/3)</u>
Mayor	\$70,455	\$23,485	\$46,970
Each Councillor	23,365	7,789	15,576

Mayor's Automobile

It has been customary to provide the Mayor with a vehicle for use on city business. It is recommended that the provision of this vehicle be formalized by including it in the indemnity bylaw.



Rick Earle
DIRECTOR FINANCE

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