



Town of Newmarket
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Development Charges Information Report to Council

Report Number: INFO-2020-24

Department(s): Financial Services

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In accordance with the Procedure By-law, any member of Council may make a request to the Town Clerk that this Report be placed on an upcoming Committee of the Whole agenda for discussion.

Executive Summary

See below.

Purpose

The purpose of this report is to provide information related to the Development Charge Reserve Fund Transactions for the year 2019.

Background

In 2014, By-law 2014-42 was enacted for town-wide development charges, and By-law 2014-41 was enacted for area-specific development charges in Newmarket. A financial statement regarding development charges and related reserve funds is required every year under Section 43 of the Development Charges Act, 1997.

Discussion

The development charges collected in 2019 totaled \$3,441,749. An amount of \$961,511 was earned in interest on the Development Charge Reserve Funds. Funding of capital and general projects was 81% of the budgeted amount of \$3,904,899. All capital projects and expenditures funded by development charges are within the parameters of the 2019 Development Charges Background Study. Council has approved the development

Development Charges Information Report

charge funding as part of the annual budget process. Attached is the Statement of Development Charge Reserve Fund Transactions for the year 2019.

Conclusion

The statement will be posted on the Town's website for public information purposes. A copy of the Statement will be forwarded to the Minister of Municipal Affairs and Housing within 60 days after Council receives the Statement, as per Section 43 of the Development Charges Act, 1997.

Business Plan and Strategic Plan Linkages

This report links to Council's Strategic Priority of Long-Term Financial Sustainability by utilizing ongoing community engagement to help inform program, services and financial planning.

Consultation

No consultation was required for this report.

Human Resource Considerations

Not applicable to this report.

Budget Impact

The development charges are based on the anticipated growth-related capital programs over a 10-year period. As such, the development charges collected and interest earned in 2019 improve cash flow but do not directly benefit the capital budget. They will be applied in the future to projects that are included in the Council approved growth related capital program.

Attachments

Development Charge Reserve Funds Transactions

Contact

For more information on this report, contact: Mike Mayes at 905-954-5300, ext. 2102 or via e-mail at mmayes@newmarket.ca

Approval

Mike Mayes, CPA, CGA, DPA
Director, Financial Services/Treasurer

Esther Armchuk, LL.B
Commissioner, Corporate Services

TOWN OF NEWMARKET
Development Charge Reserve Funds Transactions
For the Year Ended December 31, 2019

Development charges are levies against new developments. These charges aim to fund growth-related capital facilities and infrastructure. Development charges help protect existing taxpayers by having growth pay for growth.

Area	Balance January 1, 2019	Collections Contribution/(Refund)	Interest Revenue/(Expense)	(Expenditures)	Balance December 31, 2019
1. General Government	\$ 448,631	\$ 41,777	\$ 8,701	(432,026)	\$ 67,084
2. Library	2,799,646	59,736	105,028	(125,000)	2,839,409
3. Fire	(1,338,380)	102,935	(48,831)	(46,730)	(1,331,006)
4. Parks & Recreation	15,047,175	770,079	449,439	(2,818,451)	13,448,243
5. Waste Diversion	-	3,192	61	-	3,254
6. Yards & Fleet	152,665	97,604	(3,764)	(523,510)	(277,006)
7. Engineering Services	10,019,060	2,313,526	384,375	(1,253,620)	11,463,342
8. Municipal Parking	1,720,292	52,900	66,502	-	1,839,693
9. Area Specific DCs	-	-	-	-	-
Total	\$ 28,849,088	\$ 3,441,749	\$ 961,511	\$ (5,199,337)	\$ 28,053,011

The Expenditures by area were funded as follows:

Area/Expenditure	Development Charges	Other Sources of Funding	Total Project Actual
1. General Government			
<i>The General Government reserve fund includes services for Growth Studies.</i>			
Development Charges Study 1018001	\$ 43,137		\$ 43,137
Zoning By-law update 6816013	\$ 913		\$ 913
Urban Design Guidelines 6819060	\$ 2,273		\$ 2,273
Mulock Go Station Secondary Plan 6818015	\$ 211,450		\$ 211,450
ATIP Harry Walker Parkway 3219017	\$ 171,133		\$ 171,133
ATIP Stackhouse Road 3219018	\$ 3,120		\$ 3,120
2. Library			
<i>The Library fund account includes services for Library Buildings, Library Land, Library Materials and Library Furniture and Fixtures.</i>			
Library Services	125,000	80,557	205,557
3. Fire			
<i>The Fire reserve account includes services for Fire Buildings, Land for Fire, Fire Vehicles, and Firefighter Equipment.</i>			
Station 4-5 Design & Construction	46,730		46,730
4. Parks and Recreation			
<i>The Parks and Recreation reserve fund includes services for Major Facilities, Land for Major Facilities, and Recreation Facilities Equipment. It also includes services for Parkland Development, Park Trails, Playfields and Play Equipment and Parks Maintenance Equipment.</i>			
Debt Financing - Youth Centre	31,653		31,653
Debt Financing - Magna Centre	1,357,382		1,357,382
Magna Furniture 5315067	9,306		9,306
Satellite Building - Glenway 5318053	59,918		59,918
George Richardson North Park - Dog Park 5214036	13,036		13,036
Forestry Bucket Truck 5215078	152,552		152,552
Community Splash Pad 5215105	47,807		47,807
Trail Implementation Plan 5216043	1,000		1,000
National Homes Park Development 5217036	604,073		604,073
John Smith Trail Paving 5219042	165,764		165,764
Trail Lighting at Parks 5219043	35,381		35,381
Haskett Park Redevelopment - Fields 5218047	99,477		99,477
Trails & Offroad Active Transportation 5219014	29,816		29,816
Trucks & Equipment for Parks New Crew 5219053	10,088		10,088
Recreation Playbook Implementation 5217043/5218041/5219021	178,900		178,900
Envir Park Solar Lighting 5219050	22,298		22,298
6. Yards & Fleet			
<i>The Yards and Fleet reserve fund includes Buildings, Land, and Operations Fleet and Maintenance Equipment.</i>			
Operations Center Debt Financing Share	523,510		523,510
7. Town-Wide Engineering			
<i>The Town-Wide Engineering reserve fund includes services for Roads, Signalization, Sidewalks, Sanitary Sewers and Storm Water Management.</i>			
Harry Walker Extension - Road	8,000		8,000
Active Transportation Plan 3220002	14,280		14,280
Bike Lanes in Existing Roads 3217015	198,324		198,324
Harry Walker Parkway East Sidewalk 3220003	11,820		11,820
Davis and Bathurst Sidewalk 3218023	471,906		471,906
VivaNext Yonge Street 3215041	28,584		28,584
iWonder Project 4017028	228,144	19,000	247,144
Bathurst Street light Installation 3219068	4,460		4,460
Street Lighting for Mulock Drive 3219064	8,221		8,221
Streetscaping Viva Project 3218028	279,881		279,881
8. Parking			
<i>The Parking reserve fund includes municipal parking facilities.</i>			
9. Area Specific DCs			
<i>Area Specific DC funds include services for Rotundo, Rawluk Farm, Block 9, Walker Farm and Goldstein/Trinson Development Areas.</i>			
Total	\$ 5,199,337	\$ 99,557	\$ 5,298,894