

Memorandum

Date: May 18, 2021

To: Members of Council

From: September Muller, Senior Financial Analyst, Finance

Subject: Annual Treasurer's 2020 Statement on Development Charge Reserve Funds and Cash in Lieu of Parkland Reserve Funds as of December 31, 2020

The purpose of this memo is to provide information on the Town of Caledon's Development Charge Reserve Funds and Cash in Lieu of Parkland Reserve Funds and related transactions.

Pursuant to Subsection 43 of the *Development Charge Act, 1997 S.O. 1997, c. 27* (DCA), the Treasurer shall present a financial statement to Town Council regarding the development charges reserve funds. The Treasurer's statement must include, for the preceding year,

- (a) statements of the opening and closing balances of the reserve funds and of the transactions relating to the funds;
- (b) statements identifying,
 - (i) all assets whose capital costs were funded under a development charge by-law during the year,
 - (ii) for each asset mentioned in subclause (i), the manner in which any capital cost not funded under the by-law was or will be funded;
- (c) a statement as to compliance with subsection 59.1 (1)

The Town is in compliance with the DCA. Schedules A, B, and C of this memo reflects the required reporting under the DCA, as amended by Bill 73.

A statement of Development Charge reserve fund balances and transactions in 2020, by service area, is listed as Schedule A. Details of 2020 projects funded from Development Charges are listed in Schedule B. A summary of Development Charge Credits for 2020 are recorded on Schedule C.

Development Charge Reserve Funds increased \$2,633,700 net of expenditures, in 2020:

Beginning Balance, 2020:		\$78,201,375
DC Revenue in 2020:	\$20,121,047	
Interest earned:	\$427,715	
Transfers to capital/debt repayments:	<u>(\$17,915,060)</u>	
Net 2020 Increase		<u>\$2,633,702</u>
Development Charge 2020 Closing Balance		\$80,835,077
Less: Balance Committed to Approved Capital Works Projects (Encumbrance)		<u>(\$32,210,282)</u>
Revised 2020 Balance after Commitments		<u>\$48,624,795</u>

Pursuant to Subsection 42 of the *Planning Act*, 2015, the Treasurer shall present a statement relating to Cash in Lieu of Parkland. The Treasurer’s statement must include, for the preceding year,

- (a) statements of the opening and closing balances of the special account and of the transactions relating to the account;
- (b) statements identifying,
 - (i) any land or machinery acquired during the year with funds from the special account,
 - (ii) any building erected, improved or repaired during the year with funds from the special account,
 - (iii) details of the amounts spent, and
 - (iv) for each asset mentioned in subclauses (i) and (ii), the manner in which any capital cost not funded from the special account was or will be funded; and
- (c) any other information that is prescribed. 2015, c. 26, s. 28 (11).

A statement of the Cash in Lieu of Parkland reserve fund balances and transactions in 2020 is listed as Schedule D. No amounts have been spent from the special account in 2020; the transfer from capital of \$26,671 relates to the surplus returned from capital project 14-124 Loring Court Pond.

Cash in Lieu of Parkland Reserve Funds increased \$2,473,465 in 2020;

Beginning Balance, 2020:		\$8,358,341
Fees Collected in 2020:	\$2,393,254	
Interest earned:	\$53,540	
Transfers (to)/from capital:	\$26,671	
Net 2020 Increase		<u>\$2,473,465</u>
Cash in Lieu of Parkland 2020 Closing Balance		\$10,831,806
Less: Balance Committed to Approved Capital Works Projects (Encumbrance)		(\$0)
Revised 2020 Balance after Commitments		<u>\$10,831,806</u>

Further details are included in the Schedules attached to this memo.

ATTACHMENTS

- Schedule A: Statement of Development Charges Reserve Funds
- Schedule B: 2020 Project Funding
- Schedule C: Development Charge Credits
- Schedule D: Statement of Cash in Lieu of Parkland Reserve Fund



TOWN OF CALEDON
STATEMENT OF DEVELOPMENT CHARGES RESERVE FUNDS
AS AT DECEMBER 31, 2020

	Total	Animal Control	Fire	Library	POA Court Facilities	Public Works	Recreation	Roads & Related	Studies	Storm Water Pond
Opening Balance - Jan 1, 2020	\$ 78,201,375	\$ 79,997	\$ 3,696,670	\$ 2,079,903	\$ 713,703	\$ 1,715,936	\$ 13,744,787	\$ 55,092,016	\$ 859,258	\$ 219,105
Revenues										
Development Charges Act	\$ 20,121,047	\$ 15,004	\$ 1,143,152	\$ 211,772	\$ 180,038	\$ 1,362,360	\$ 2,578,499	\$ 13,883,900	\$ 746,322	\$ -
Interest Income	\$ 427,715	\$ 524	\$ 25,306	\$ 11,961	\$ 4,812	\$ 2,012	\$ 56,262	\$ 323,511	\$ 1,985	\$ 1,342
Total Revenues	\$ 20,548,762	\$ 15,528	\$ 1,168,458	\$ 223,733	\$ 184,850	\$ 1,364,372	\$ 2,634,761	\$ 14,207,411	\$ 748,307	\$ 1,342
Expenses										
Transfers to Capital	\$ 17,867,525	\$ -	\$ 234,226	\$ 1,082,924	\$ -	\$ 756,971	\$ 7,705,989	\$ 7,888,912	\$ 193,821	\$ 4,682
Transfers to Operating for Debenture Repayment	\$ 47,535	\$ -	\$ 47,535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Expenses	\$ 17,915,060	\$ -	\$ 281,761	\$ 1,082,924	\$ -	\$ 756,971	\$ 7,705,989	\$ 7,888,912	\$ 193,821	\$ 4,682
Closing Balance - Dec 31, 2020	\$ 80,835,077	\$ 95,525	\$ 4,583,367	\$ 1,220,712	\$ 898,553	\$ 2,323,337	\$ 8,673,560	\$ 61,410,515	\$ 1,413,744	\$ 215,765
Encumbrance	\$ 32,210,282	\$ -	\$ 163,840	\$ 490,833	\$ -	\$ 1,460,342	\$ 6,102,565	\$ 22,311,998	\$ 1,471,386	\$ 209,318
Closing Balance Net of Encumbrance - Dec 31, 2020	\$ 48,624,795	\$ 95,525	\$ 4,419,527	\$ 729,879	\$ 898,553	\$ 862,995	\$ 2,570,995	\$ 39,098,517	\$ (57,642)	\$ 6,447

Note 1: Development Charge Reserve Balance is reduced by \$32,210,282 to reflected Encumbrances for approved Capital Projects not funded yet.

Note 2: Both Roads DC Revenues and Expenses exclude Development Charge Credits as listed in Schedule C of Memo 2021-xxx

TREASURER'S STATEMENT:

In my opinion the Town is in compliance with the reporting requirements of the *Development Charges Act, 1997, S.O. 1997, c. 27 (DCA)*. In 2020, nothing has come to my attention indicating Town staff have not complied with *Section 59.1 (1)* of the DCA.



Heather Haire, CPA, CA
Treasurer

April 12, 2021

Date

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Heather Haire signature