

Staff Report 2017-33

Meeting Date: Tuesday, March 21, 2017

Subject: Annual Treasurer's Statement on Development Charge Reserve Funds as of December 31, 2016

Submitted By: Paul Gandhi, Acting Finance Manager, Finance and Infrastructure Services

RECOMMENDATION

That Staff Report 2017-33 regarding Annual Treasurer's Statement on Development Reserve Fund Balances as of December 31, 2016, be received.

REPORT HIGHLIGHTS

- Total balance of Development Charge Reserve Funds as of December 31, 2016 is \$71,021,345.
- Accounting for projects approved but not fully funded yet, the uncommitted balance of the Development Charge Reserve funds is \$40,588,884.
- Schedules A, B, and C of this report reflects the required reporting on Development Charge Reserve Fund balances and Development credits in accordance with subsection 43 of the *Development Charge Act, 1997* (DCA).

DISCUSSION

The purpose of this report is to provide Council with information on the Town of Caledon's Development Charge Reserve Funds and related transactions.

Pursuant to Subsection 43 of the *Development Charges Act, 1997*, 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 report reflects the required reporting under *Development Charge Act, 1997* as amended by Bill 73.

Staff Report 2017-33

FINANCIAL IMPLICATIONS

A statement of Development Charge reserve fund balances and transactions in 2016, by service area, is listed as Schedule A. Details of 2016 projects funded from Development Charges are listed in Schedule B. A summary of Development Charge Credits for 2016 are recorded on Schedule C.

Development Charge Reserve Funds increased \$11,472,037 net of expenditures, from 2016:

Beginning Balance, 2016:		\$59,549,308
DC Revenue in 2016:	\$13,204,573	
Interest earned:	\$484,088	
Transfers to capital/debt repayments:	<u>(\$2,216,624)</u>	
Net 2016 Increase		<u>\$11,472,037</u>
Development Charge 2016 Closing Balance		\$71,021,345
Less: Balance Committed to Approved Capital Works Projects (Encumbrance)		<u>(\$30,432,461)</u>
Revised 2016 Balance after Commitments		<u><u>\$40,588,884</u></u>

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

COUNCIL WORK PLAN

The matter contained in this report is not relative to the Council Work Plan.

ATTACHMENTS

Schedule A – Statement of Development Charges Reserve Funds

Schedule B – 2016 Project Funding

Schedule C – Development Charge Credits

**TOWN OF CALEDON
STATEMENT OF DEVELOPMENT CHARGES RESERVE FUNDS
AS AT DECEMBER 31, 2016**


	Total	Animal Control	Fire	Library	POA Court Facilities	Public Works	Recreation	Roads & Related	Studies	Storm Water Pond
Opening Balance - Jan 1, 2016	\$ 59,549,308	\$ (9,607)	\$ 3,048,396	\$ 3,130,424	\$ 309,958	\$ 1,841,680	\$ 16,582,613	\$ 33,581,338	\$ 593,982	\$ 470,524
Revenues										
Development Charges Act	\$ 13,204,573	\$ 21,353	\$ 679,581	\$ 447,019	\$ 73,337	\$ 396,909	\$ 3,655,912	\$ 7,460,217	\$ 470,245	\$ -
Interest Income	\$ 484,088	\$ (22)	\$ 25,930	\$ 17,273	\$ 3,397	\$ 18,654	\$ 139,509	\$ 269,940	\$ 4,659	\$ 4,748
Total Revenues	\$ 13,688,661	\$ 21,331	\$ 705,511	\$ 464,292	\$ 76,734	\$ 415,563	\$ 3,795,421	\$ 7,730,157	\$ 474,904	\$ 4,748
Expenses										
Transfers to Capital	\$ 2,169,089	\$ -	\$ 428,531	\$ 42,363	\$ -	\$ -	\$ 669,372	\$ 895,568	\$ 133,255	\$ -
Transfers to Operating for Debenture Repayment	\$ 47,535	\$ -	\$ 47,535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Expenses	\$ 2,216,624	\$ -	\$ 476,066	\$ 42,363	\$ -	\$ -	\$ 669,372	\$ 895,568	\$ 133,255	\$ -
Closing Balance - Dec 31, 2016	\$ 71,021,345	\$ 11,724	\$ 3,277,841	\$ 3,552,353	\$ 386,692	\$ 2,257,243	\$ 19,708,662	\$ 40,415,927	\$ 935,631	\$ 475,272
Encumbrance	\$ 30,432,461	\$ -	\$ 2,224,820	\$ 3,492,503	\$ -	\$ 382,157	\$ 10,765,169	\$ 12,471,336	\$ 1,096,476	\$ -
Closing Balance Net of Encumbrance - Dec 31, 2016	\$ 40,588,884	\$ 11,724	\$ 1,053,021	\$ 59,850	\$ 386,692	\$ 1,875,086	\$ 8,943,493	\$ 27,944,591	\$ (160,845)	\$ 475,272

Note 1: Development Charge Reserve Balance is reduced by \$30,432,461 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 Staff Report 2017-033.

TREASURER'S STATEMENT:

In my opinion the Town is in compliance with the reporting requirements of the Development Charges Act, 1997. In 2016, the Town has not imposed any additional levies directly or indirectly related to development and has complied with Section 59.1 (1) of Bill 73.


 Heather Haire, CPA, CA
 Treasurer

March 9, 2017
 Date

**TOWN OF CALEDON
2016 Project Funding
For the 12 Months Ended December 31, 2016**

Project Number	Project Description	Funding					Encumbrance		
		DC Reserve	Tax ³	Reserve ³	Other ¹	Total	DC	Non-DC ³	Total
14-008	Bolton Fire Station	\$ 418,942	\$ 1,700,000	\$ -	\$ 284,330	\$ 2,403,272	\$ 1,124,409	\$ -	\$ 1,124,409
15-075	Design FS 306 (Palgrave) -Add.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 37,500	\$ -	\$ 37,500
15-078	Air/Light Support Vehicle	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 360,000	\$ -	\$ 360,000
16-089	Fire Training Facility	\$ 9,589	\$ 237,500	\$ -	\$ -	\$ 247,089	\$ 702,911	\$ -	\$ 702,911
	Fire Total	\$ 428,531	\$ 1,937,500	\$ -	\$ 284,330	\$ 2,650,361	\$ 2,224,820	\$ -	\$ 2,224,820
16-004	Mayfield West Library	\$ 42,363	\$ 1,415,134	\$ -	\$ -	\$ 1,457,497	\$ 3,492,503	\$ -	\$ 3,492,503
	Library Total	\$ 42,363	\$ 1,415,134	\$ -	\$ -	\$ 1,457,497	\$ 3,492,503	\$ -	\$ 3,492,503
14-097	Mayfield West Village Blue South Park	\$ 6,978	\$ -	\$ -	\$ -	\$ 6,978	\$ 22,499	\$ -	\$ 22,499
15-068	Southfield West Community Park 3	\$ 2,860	\$ -	\$ -	\$ -	\$ 2,860	\$ 2,049	\$ -	\$ 2,049
15-069	Johnston Sports Park Phase 2	\$ 482,946	\$ -	\$ -	\$ -	\$ 482,946	\$ 77,332	\$ -	\$ 77,332
16-013	Caledon East Splash Pad	\$ 109,546	\$ 38,000	\$ -	\$ -	\$ 147,546	\$ 52,455	\$ -	\$ 52,455
16-036	Feasibility Assessment & Facility Planning	\$ 59,006	\$ 68,985	\$ -	\$ -	\$ 127,991	\$ 34,009	\$ -	\$ 34,009
16-060	Mayfield West Community Centre	\$ 8,036	\$ 1,885,000	\$ -	\$ -	\$ 1,893,036	\$ 10,576,825	\$ -	\$ 10,576,825
	Recreation Total	\$ 669,372	\$ 1,991,985	\$ -	\$ -	\$ 2,661,357	\$ 10,765,169	\$ -	\$ 10,765,169
12-001	Road Reconstruction and Rehabilitation	\$ 7,741	\$ 30,541	\$ -	\$ -	\$ 38,282	\$ -	\$ -	\$ -
12-011	Kennedy Road Design Land	\$ (21,776)	\$ 10,468	\$ -	\$ -	\$ (11,308)	\$ 7,977	\$ -	\$ 7,977
13-061	Roads 2013 Reconstruct & Rehabilitation	\$ 4,197	\$ -	\$ -	\$ -	\$ 4,197	\$ -	\$ -	\$ -
14-022	2014 Roads Reconstruct & Rehabilitation	\$ 101,158	\$ -	\$ -	\$ -	\$ 101,158	\$ -	\$ -	\$ -
14-101	Kennedy Road (MW 1A) Construction	\$ 481,242	\$ -	\$ -	\$ -	\$ 481,242	\$ 772,890	\$ -	\$ 772,890
14-121	Coleraine Drive	\$ 28,817	\$ 12,051	\$ -	\$ -	\$ 40,868	\$ -	\$ -	\$ -
14-124	Loring Court Pond	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,593	\$ -	\$ 1,593
15-059	Traffic Calming	\$ 17,185	\$ (1,385)	\$ -	\$ -	\$ 15,801	\$ -	\$ -	\$ -
15-134	2015 DC Roads Program	\$ 99,092	\$ -	\$ -	\$ -	\$ 99,092	\$ 2,225,373	\$ -	\$ 2,225,373
16-068	Traffic Calming	\$ 13,888	\$ 31,000	\$ -	\$ -	\$ 44,888	\$ 11,112	\$ -	\$ 11,112
16-079	Traffic Signalization	\$ 8,907	\$ -	\$ -	\$ -	\$ 8,907	\$ 191,093	\$ -	\$ 191,093
16-115	Kennedy Road Rehabilitation	\$ 22,271	\$ 1,100,695	\$ -	\$ -	\$ 1,122,966	\$ 1,106,173	\$ -	\$ 1,106,173
16-116	George Bolton Parkway	\$ 92,160	\$ -	\$ -	\$ -	\$ 92,160	\$ 7,090,848	\$ -	\$ 7,090,848
16-117	Heart Lake Road Rehabilitation	\$ 4,368	\$ 31,152	\$ -	\$ -	\$ 35,520	\$ 587,523	\$ -	\$ 587,523
16-123	George Bolton Parkway Rehabilitation to Coleraine	\$ 36,318	\$ 72,127	\$ -	\$ -	\$ 108,445	\$ 476,754	\$ -	\$ 476,754
16-205	(3) Single Axle Trucks	\$ -	\$ 631,843	\$ -	\$ -	\$ 631,843	\$ 382,157	\$ -	\$ 382,157
	Roads Total	\$ 895,568	\$ 1,918,493	\$ -	\$ -	\$ 2,814,061	\$ 12,853,493	\$ -	\$ 12,853,493
11-091	SAB Settlement Expansion	\$ 2,844	\$ (28,929)	\$ -	\$ -	\$ (26,085)	\$ -	\$ -	\$ -
11-093	Mayfield West Phase 2 - East	\$ 258	\$ -	\$ -	\$ -	\$ 258	\$ 56,877	\$ -	\$ 56,877
11-094	Alton Village Study	\$ 9,586	\$ -	\$ -	\$ -	\$ 9,586	\$ 9,465	\$ -	\$ 9,465
11-095	Bolton Bolton Special Policy Area	\$ 2,070	\$ -	\$ -	\$ -	\$ 2,070	\$ 12,835	\$ -	\$ 12,835
12-094	Provincial Policy Confirmation Exercise	\$ 13,792	\$ -	\$ -	\$ -	\$ 13,792	\$ (612)	\$ -	\$ (612)
13-076	DC Background Study 2013-2018	\$ 1,973	\$ -	\$ -	\$ -	\$ 1,973	\$ -	\$ -	\$ -
14-051	Bolton Residential Expansion Study	\$ 14,340	\$ -	\$ -	\$ -	\$ 14,340	\$ 116,348	\$ -	\$ 116,348
14-081	Zoning By-law Upgrade Year 2	\$ 2,274	\$ -	\$ -	\$ -	\$ 2,274	\$ 6,276	\$ -	\$ 6,276
14-085	Growth Management Study	\$ (14,928)	\$ -	\$ -	\$ -	\$ (14,928)	\$ 24,660	\$ -	\$ 24,660
14-086	GTA West Corridor Long Range Land Use Study	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,126	\$ -	\$ 27,126
15-120	Heritage Designation Study	\$ 3,579	\$ (2)	\$ -	\$ -	\$ 3,577	\$ -	\$ -	\$ -
15-125	Boundary Expansion Study	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 322,525	\$ -	\$ 322,525
15-160	Development Charge Appeals	\$ 15,223	\$ -	\$ -	\$ -	\$ 15,223	\$ 178,479	\$ -	\$ 178,479
15-169	Whitebelt Visioning Exercise	\$ 60,207	\$ -	\$ -	\$ -	\$ 60,207	\$ 23,109	\$ -	\$ 23,109
16-156	Grade Separation & Bolton Residential Expansion Study	\$ -	\$ 12,600	\$ -	\$ -	\$ 12,600	\$ 167,400	\$ -	\$ 167,400
16-158	Bolton Queen Street Corridor Study	\$ 11,830	\$ 41,200	\$ -	\$ -	\$ 53,030	\$ 26,970	\$ -	\$ 26,970
16-160	Heritage Designation Study	\$ 10,207	\$ 5,450	\$ -	\$ -	\$ 15,657	\$ 4,343	\$ -	\$ 4,343
16-161	Land Use Policies - OP Review	\$ -	\$ 114,325	\$ -	\$ -	\$ 114,325	\$ 120,675	\$ -	\$ 120,675
	Studies Total	\$ 133,255	\$ 144,644	\$ -	\$ -	\$ 277,899	\$ 1,096,476	\$ -	\$ 1,096,476
	Total Capital (A)	\$ 2,169,089	\$ 7,407,756	\$ -	\$ 284,330	\$ 9,861,175	\$ 30,432,461	\$ -	\$ 30,432,461
Debentures									
	Transfer to Operating for Debenture related to Bolton Arterial Route	\$ -	\$ 40,773	\$ -	\$ -	\$ 40,773	\$ -	\$ -	\$ -
	Transfer to Operating for Debenture related to Fire Aerial Truck ²	\$ 47,535	\$ -	\$ -	\$ -	\$ 47,535	\$ -	\$ -	\$ -
	Total Debentures (B)	\$ 47,535	\$ 40,773	\$ -	\$ -	\$ 88,308	\$ -	\$ -	\$ -
	Total Capital & Debenture Payments (A+B)	\$ 2,216,624	\$ 7,448,529	\$ -	\$ 284,330	\$ 9,949,483	\$ 30,432,461	\$ -	\$ 30,432,461

¹ Region of Peel Funding

² Debenture was for growth-related portion of aerial acquisition only, Fire Aerial debt is 100% Growth Portion. In 2011 Non-DC Tax portion of fire aerial is the amount of \$69,384.26 was fully funded by Tax.

³ Non-DC Funding is funded in the year project is approved.

**TOWN OF CALEDON
Development Charge Credits
For the 12 Months Ended December 31, 2016**

Credit Holder	SERVICE AREA: ROADS & RELATED			
	January 1, 2016 Balance	DC Credits Earned by Developer During Period	DC Credits Provided by Town During Period	December 31, 2016 DC Credits Balance Available
Mayfield West Developers Group	\$1,046,462	\$6,737	(\$1,049,187)	\$4,012