



**Mike Mayes, Director
Financial Services/Treasurer**

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CORPORATE SERVICES INFORMATION REPORT – FINANCIAL SERVICES 2014-49

TO: Mayor Tony Van Bynen and Members of Council
SUBJECT: Funding Reallocations Resulting from the Updated Development Charges
ORIGIN: Director, Financial Services/Treasurer

In accordance with the Procedure By-law, any Member of Council may request this Information. Report be placed on an upcoming Committee of the Whole agenda for discussion.

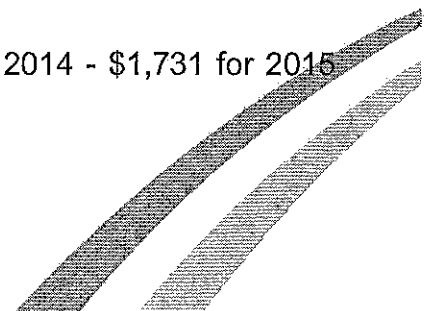
COMMENTS

The Development Charges Act, 1997 (the Act) provides that the council of a municipality may by by-law impose Development Charges (DC's) against land to pay for increased capital cost requirements because of increased needs of service.

On July 21, 2014, Council enacted by-law 2014-42 to establish development charges for the Town of Newmarket. At that time, they also adopted the Development Charges Background Study, which is required by the Act. This study includes a growth-related capital forecast and established the application of DC's to specific projects. Some of these projects have already been given Council approval and were being funded from non-DC sources.

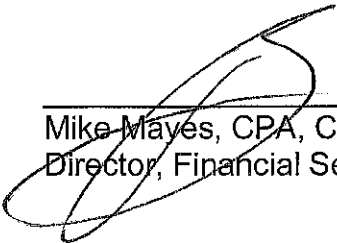
The following are some highlights of the resulting budgetary impacts for 2014 and future years. Appendix A attached has the detailed list.

- \$3,480,937 of funding from other capital reserves and reserve funds can be replaced and applied to other uses – this includes \$2,956,819 for the Old Town Hall
- \$2,295,830 of Asset Replacement Funding has been replaced - \$145,910 for 2015 and later years until the debenture on the Magna Centre is paid
- \$532,961 is available for the water and wastewater rate groups in 2014 and thereafter until the debenture is paid on the new Operations Centre
- \$47,908 can be applied to the tax-supported operating budget in 2014 - \$1,731 for 2015 and future years.



CONTACT

For more information on this report, contact: Mike Mayes at 905-953-5300, ext. 2102 or via e-mail at mmayes@newmarket.ca



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Director, Financial Services /Treasurer

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Anita Moore, AMCT
Commissioner, Corporate Services

Attachment

- 1) Appendix A - 2014 Projects Listed in DC Study (1 pg.)

APPENDIX A

2014 Projects Listed in DC Study	Account	DC Funding per Study	Previous DC Funding	Difference	Funding source replaced
Capital projects - various reserves and reserve funds					
Old Town Hall Renovation	5309063	\$3,236,819	\$280,000	\$2,956,819	various capital reserves
Water St. Pedestrian Crossing	3311015	\$150,000	\$11,799	\$138,201	Growth fund
Gorham/Calson Intersection Traffic Lights	3913020	\$150,000	\$22,503	\$127,497	capital reserve
SWM Master Plan	4013011	\$120,000	\$0	\$120,000	SWM pond reserve
Yonge St. Sidewalk - Savage Rd. South to TTT	3313050	\$245,000	\$151,580	\$93,420	capital reserve
Rogers Park Splash Pad	5212060	\$337,500	\$312,500	\$25,000	Growth fund
Traffic Studies	4711071	\$20,000	\$0	\$20,000	Secondary Plan reserve
Sub-total		\$4,259,319	\$778,382	\$3,480,937	
Capital projects - ARF					
VivaNext - Davis Drive	3214014	\$1,495,000	\$0	\$1,495,000	ARF
Davis Dr. Watermain/Sewer	4411021	\$386,000	\$17,345	\$368,655	ARF
VivaNext - Other Costs (incl. streetscaping)	3210025	\$650,000	\$514,622	\$135,378	ARF
Rogers Park Splash Pad	5213027		-\$75,887	\$75,887	ARF
Water/Wastewater Master Plan	4413014	\$150,000	\$75,000	\$75,000	ARF
Sub-total		\$2,681,000	\$531,080	\$2,149,920	
Capital projects - tax-supported operating budget					
Fire Master Plan		\$46,177	\$0	\$46,177	Tax and general revenues
Operating budget items - for 2014 and future years					
Debt Payment for Magna Centre		\$1,060,910	\$915,000	\$145,910	ARF
Debt Payment for Youth Centre		\$23,871	\$22,140	\$1,731	Tax and general revenues
Debt Payment for Operations Centre		\$532,961	\$0	\$532,961	Utility rates
Sub-total		\$1,617,742	\$937,140	\$680,602	
TOTAL		\$8,604,238	\$2,246,602	\$6,357,636	