

REPORT

Finance

To: Mayor Johnstone and Members of
Council

Date: February 5, 2024

From: Shehzad Somji
CFO/Director of Finance

File:

Item #: 2024-59

Subject: Development Cost Charges Expenditure Bylaw No. 8437, 2024

RECOMMENDATION

THAT Development Cost Charge Reserve (DCC) Funds Expenditure Bylaw No. 8437, 2024 (Attachment 1) to authorize a total expenditure of \$3.20M from the DCC Reserves be given three readings.

PURPOSE

The purpose of this report is to obtain Council's approval of DCC Reserve Funds Expenditure Bylaw No 8437, 2024 authorizing expenditures from the City's DCC Reserves.

ANALYSIS

The following table identifies the 2023 capital projects and debt repayments to be funded from the DCC reserves. The expenditures have been included in the City's 2023 – 2027 Five-Year Financial Plan.

BYLAW # 8437, 2024			
Project Description	Estimated Project Cost	City / Other Funded Cost	Expenditure from DCC
<u>Queensborough Drainage DCC</u>			
Sewer Model Review	914	371	543
Sewer Consulting Studies	2,473	1,004	1,469
Annual Sewer Modeling	4,364	1,772	2,592
QB Drainage DCC Balance at Dec 31, 2022	5,213		
2023 QB Drainage DCC Contributions	-		
2023 QB Drainage DCC Expenditures	(4,604)		
Estimated QB Drainage DCC Balance	609		
<u>Queensborough Sanitary Sewer DCC</u>			
Sewer Model Review	914	9	904
Sewer Consulting Studies	2,473	25	2,448
Annual Sewer Modeling	4,364	44	4,320
QB Sanitary Sewer DCC Balance at Dec 31, 2022	901,814		
2023 QB Sanitary Sewer DCC Contributions	-		
2023 QB Sanitary Sewer DCC Expenditures	(7,673)		
Estimated QB Sanitary Sewer DCC Balance	894,141		
<u>Mainland Transportation DCC</u>			
Pedestrian Crossing Improvements (T15)	297,535	150,255	147,280
ML Transportation DCC Balance at Dec 31, 2022	3,569,346		
2023 ML Transportation DCC Contributions	492,387		
2023 ML Transportation DCC Expenditures	(147,280)		
Estimated ML Transportation DCC Balance	3,914,453		
<u>Queensborough Parkland DCC</u>			
2023 Debt Principal Repayment for Waterfront Park Development	198,900	2,000	196,900
Property Waterfront	2,400	24	2,376
QB Parkland DCC Balance at Dec 31, 2022	3,999,760		
2023 QB Parkland DCC Contributions	-		
2023 QB Parkland DCC Expenditures	(199,276)		
Estimated QB Parkland DCC Balance	3,800,484		
<u>Queensborough Water DCC</u>			
Annual Water Modeling	5,750	58	5,693
Consulting Studies - Water	14,093	141	13,952
QB Water DCC Balance at Dec 31, 2022	658,206		
2023 QB Water DCC Contributions	-		
2023 QB Water DCC Expenditures	(19,644)		
Estimated QB Water DCC Balance	638,562		

<u>Mainland Drainage DCC</u>			
Sewer Model Review	3,653	37	3,617
Sewer Consulting Studies	9,890	99	9,791
Annual Sewer Modeling	17,456	175	17,282
Sewer Separation Program	350,000	3,500	346,500
ML Drainage DCC Balance at Dec 31, 2022	424,800		
2023 ML Drainage DCC Contributions	38,611		
2023 ML Drainage DCC Expenditures	(377,190)		
Estimated ML Drainage DCC Balance	86,221		
<u>Mainland Sanitary DCC</u>			
Sewer Model Review	3,653	37	3,617
Sewer Consulting Studies	9,890	99	9,791
Annual Sewer Modeling	17,456	175	17,282
Sewer Separation Program	1,200,000	12,000	1,188,000
ML Sanitary DCC Balance at Dec 31, 2022	1,564,765		
2023 ML Sanitary DCC Contributions	189,950		
2023 ML Sanitary DCC Expenditures	(1,218,690)		
Estimated ML Sewer DCC Balance	536,026		
<u>Mainland Water DCC</u>			
Annual Water Modeling	19,250	193	19,058
Consulting Studies - Water	28,186	282	27,904
Watermain Replacement Program	800,000	8,000	792,000
ML Water DCC Balance at Dec 31, 2022	1,586,927		
2023 ML Water DCC Contributions	112,002		
2023 ML Water DCC Expenditures	(838,961)		
Estimated ML Water DCC Balance	859,968		
<u>Mainland Parkland DCC</u>			
Property Waterfront	2,400	24	2,376
2023 Debt Principal Repayment for Waterfront Park Development	385,900	3,800	382,100
ML Parkland DCC Balance at Dec 31, 2022	10,734,500		
2023 ML Parkland DCC Contributions	1,419,930		
2023 ML Parkland DCC Expenditures	(384,476)		
Estimated ML Parkland DCC Balance	11,769,954		
Grand Total	3,381,913	184,120	3,197,793

OPTIONS

The following options are available for Council's consideration:

1. That Development Cost Charge Reserve Funds Expenditure Bylaw No. 8437, 2024 (Attachment 1) to authorize a total expenditure of \$3.20M from the Development Cost Charge Reserves, be given three readings; or
2. That Council provide staff with alternative direction.

Staff recommend option 1.

CONCLUSION

The City incurred \$3.20M expenditure on a number of DCC projects provided for the Five-Year Financial Plan in 2023. In accordance with legislation a bylaw is required to expend funds from DCC reserves.

ATTACHMENTS

Attachment 1 - Development Cost Charge Reserve Fund Expenditure Bylaw No. 8437, 2024

This report was prepared by:

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This report was approved by:

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