

REPORT

Finance

To: Mayor Cote and Members of Council **Date:** December 13, 2021

From: Harji Varn
CFO/Director of Finance **File:**

Item #: 2021-620

Subject: DCC Expenditure Bylaw No. 8307, 2021

RECOMMENDATION

THAT Development Cost Charge Reserve Funds Expenditure Bylaw No. 8307, 2021 (Attachment 1) to authorize a total expenditure of \$2,002,900 from the Development Cost Charge Reserves, be given three readings.

PURPOSE

The purpose of this report is to obtain Council's approval of Development Cost Charge Reserve Funds Expenditure Bylaw No. 8307, 2021 authorizing expenditures from the City's Development Cost Charge Reserves for Queensborough drainage, water, transportation and parkland development, and Mainland transportation and parkland development.

ANALYSIS

The following table identifies the 2021 capital projects and debt repayments to be funded from the DCC reserves. The expenditures have been included in the City's Five-Year Financial Plan (2021- 2025).

BYLAW # 8307, 2021			
Project Description	Estimated Project Cost	City / Other Funded Cost	Expenditure from DCC
Queensborough Drainage DCC Projects			
Boundary Street Pump Station (QD10)	2,000,000	1,505,000	495,000
QB. Drainage DCC Balance at Dec 31, 2020	413,212		
Actual 2021 QB. Drainage DCC Contributions to-date	82,281		
2021 QB. Drainage DCC Projects	<u>(495,000)</u>		
Est. QB. Drainage DCC Balance After Projects	<u>493</u>		
Queensborough Water DCC Projects			
Blackley Street DCC Watermain (QW1)	185,000	3,700	181,300
Duncan St. Watermain (QW2)	<u>79,900</u>	<u>1,600</u>	<u>78,300</u>
QB. Water DCC Balance at Dec 31, 2020	842,823		
Est. 2021 QB. Water DCC Contributions	-		
2021 QB. Water DCC Projects	<u>(259,600)</u>		
Est. QB. Water DCC Balance After Projects	<u>583,223</u>		
Queensborough Transportation DCC Projects			
Queensborough Transportation Howes Street (QT3)	50,100	500	49,600
Boyd/Duncan Intersection & Signal (QT9)	<u>420,000</u>	<u>4,200</u>	<u>415,800</u>
QB. Transportation DCC Balance at Dec 31, 2020	(2,208,667)		
Actual 2021 QB. Transportation DCC Contributions to-date	399,488		
2021 QB. Transportation DCC Projects	<u>(465,400)</u>		
Est. QB. Transportation DCC Balance After Projects	<u>(2,274,579)</u>		
Mainland Transportation DCC Projects			
Pedestrian Crossing Improvements (T9, T25)	398,700	288,200	110,500
McBride Boulevard Safety & Transit (T23)	33,100	11,100	22,000
Upgrades to Traffic Signal System (T24)	25,000	18,100	6,900
Neighbourhood Traffic Calming Program (T25)	300,000	216,800	83,200
Road Safety Improvements (T31)	21,900	15,800	6,100
Sixth St Great Street (T34)	<u>30,000</u>	<u>21,700</u>	<u>8,300</u>
ML. Transportation DCC Balance at Dec 31, 2020	3,308,887		
Actual 2021 ML. Transportation DCC Contributions to-date	31,418		
2021 ML. Transportation DCC Projects	<u>(237,000)</u>		
Est. ML. Transportation DCC Balance After Projects	<u>3,103,305</u>		
Queensborough Parkland DCCs			
2021 Debt Principal Repayment for Waterfront Park Development	<u>187,500</u>	<u>1,900</u>	<u>185,600</u>
QB. Parkland DCC Balance at Dec 31, 2020	3,120,688		
Actual 2021 QB. Parkland DCCs Contributions to-date	690,063		
2021 City Wide Parkland DCC Projects	<u>(185,600)</u>		
Est. QB. Parkland DCC Balance after Expenditure	<u>3,625,151</u>		
Mainland Parkland DCCs			
2021 Debt Principal Repayment for Waterfront Park Development	<u>363,900</u>	<u>3,600</u>	<u>360,300</u>
ML. Parkland DCC Balance at Dec 31, 2020	9,791,707		
Actuals 2021 Mainland Parkland DCCs Contributions to-date	60,750		
2021 City Wide Parkland DCC Projects	<u>(360,300)</u>		
Est. ML. Parkland DCC Balance after Expenditure	<u>9,492,157</u>		
Grand Total	<u>4,095,100</u>	<u>2,092,200</u>	<u>2,002,900</u>

INTERDEPARTMENTAL LIAISON

The Engineering Department and Parks and Recreation Department were consulted regarding the DCC expenditures included in this report.

OPTIONS

The following options are available for Council's consideration:

1. That Development Cost Charge Reserve Funds Expenditure Bylaw No. 8307, 2021 (Attachment 1) to authorize a total expenditure of \$2,002,900 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 anticipates completion of a number of DCC projects provided for in the Five-Year Financial Plan in 2021. In accordance with legislation a bylaw is required to expend funds from DCC reserves. Although the total balance of DCC's is net positive, it should be noted that the Queensborough Transportation DCC is reporting an over draw from the prior periods and Finance is working with Engineering to adjust the DCC rate on a go forward basis and has paused on any spending towards the QB Transportation DCC.

For the net over draw to date, Finance is working on a strategy to resolve this over draw in the account and will bring forward as an adjustment in the next DCC Bylaw Report. The attached DCC expenditure bylaw has been submitted for Council's consideration.

ATTACHMENTS

Attachment #1 - Development Cost Charge Reserve Fund Expenditure Bylaw No. 8307, 2021.

This report was approved by:

Harji Varn
CFO/Director of Finance

Lisa Spitale
Chief Administrative Officer