



Staff Report

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Report To:	General Government Committee	
Date of Meeting:	May 9, 2022	Report Number: FSD-021-22
Submitted By:	Trevor Pinn, Director of Finance/Treasurer	
Reviewed By:	Mary-Anne Dempster, CAO	By-law Number:
File Number:		Resolution#: GG-215-22
Report Subject:	2021 Annual Statement for the Development Charges Reserve Funds	

Recommendations:

1. That Report FSD-021-22 be received; and
2. That a copy of this report be posted on the Municipality's website.

Report Overview

This report complies with the reporting requirements of Section 43 of the *Development Charges Act, 1997* to disclose the annual activity in the Development Charges Reserve Funds for 2021.

1. Background

- 1.1 In accordance with the *Development Charges Act, 1997*, Schedule “A” attached shows the activity in the Development Charges Reserve Funds for the year ended December 31, 2021, including opening and closing balances.
- 1.2 Schedule “B” attached shows capital projects which were funded during the year ended December 31, 2021 with development charges. The table shows the total expenses, development charge financing and non-development charge financing.
- 1.3 Schedule “C” attached shows operating expenses which were funded during the year ended December 31, 2021 with development charges. The table shows the total expenses, development charge financing and non-development charge financing.
- 1.4 Schedule “D” attached shows projects which have been previously approved by Council through resolution or prior years’ budgets. The amount committed relates solely to the development charges portion.
- 1.5 This statement is compliant with subsection 59.1(1) of the *Development Charges Act, 1997*.

2. Additional Information

- 2.1 For the year ended December 31, 2021, a total of 912 residential building permits were issued of various types. Approximately 1,135 units were anticipated for 2021 in the 2020/21 Development Charges Background Study. A total of 34 capital fund (2020 – 41) and 6 (2020 – 11) revenue fund projects have been financed by development charges.
- 2.2 The Municipality collected \$10,444,068 in municipal development charges in 2021, this compares to \$14,526,735 in 2020.
- 2.3 On January 18, 2021, Council passed by-law 2021-010, approving the Municipality’s Draft Development Charges Background Study, October 15, 2020 and the Addendum to the Development Charges Background Study, November 3, 2020 prepared by Watson & Associates Economists Ltd. The by-law came into force on January 19, 2021 and will expire five years after that date.

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- 2.4 As identified in Schedule "A", the General Government DC Reserve Fund has an available balance of \$2,020,998 at December 31, 2021, with commitments in the 2022 Budget of \$2,140,469, leaving a deficit of \$119,471. The commitments include various Planning studies and secondary plans, with the largest commitment being the required update to the Official Plan. The funds available in the DC General Government reserve fund plus expected incoming development charge proceeds in future periods will be sufficient to cover the commitments as they arise.

3. Concurrence

Not Applicable

4. Conclusion

It is respectfully recommended that the Annual Statement for the Development Charges Reserve Funds be received for information and made available to the public by posting on the Municipality's website.

Staff Contact: Michelle Pick, Accounting Services Manager / Deputy Treasurer, 905-623-3379 ext.2605 or mpick@clarington.net.

Attachments:

Attachment 1 – Schedule "A" Development Charges Reserve Funds Activity 2021

Attachment 2 – Schedule "B" Development Charges Reserve Funds Capital Projects 2021

Attachment 3 – Schedule "C" Development Charges Reserve Funds Operating Expenses 2021

Attachment 4 – Schedule "D" Development Charges Reserve Funds Committed Projects

Interested Parties:

There are no interested parties to be notified of Council's decision.

**Municipality of Clarington
Development Charges Reserve Funds Statement
For the 2021 Year**

	580 General Government	581 Library Services	582 Fire Protection Services	583 Indoor Recreation	584 Park Dev. & Related Facilities	585 Operations	586 Roads and Related	587 Parking	Total
Balance as of December 31, 2020	\$ (1,782,047)	\$ (1,734,117)	\$ (6,527,965)	\$ (1,602,877)	\$ (4,241,762)	\$ (4,485,990)	\$ (29,111,259)	\$ (529,198)	\$ (50,015,215)
Plus:									
Development Charge Proceeds	(252,299)	(467,232)	(548,753)	(2,962,456)	(958,664)	(524,123)	(4,703,815)	(26,726)	(10,444,068)
Development Charge Incentives	-	-	-	-	-	-	-	-	-
Accrued Interest Apportionment	(21,028)	(28,256)	(73,882)	(84,433)	(38,489)	(39,705)	(333,635)	(5,277)	(624,705)
Transfer from Revenue Fund				(480,020)					(480,020)
Transfer from Capital Fund							(63,062)		(63,062)
Subtotal	(273,327)	(495,488)	(622,635)	(3,526,909)	(997,153)	(563,828)	(5,100,512)	(32,003)	(11,611,855)
Less:									
Amount Transferred to Capital Fund *			7,701		1,221,002	567,029	1,791,698		3,587,431
Amount Transferred to Revenue Fund**	42,427			1,592,199			552,300		2,186,926
Amount Transferred between Reserve Funds	(8,050)		(16,979)			(16,526)	(90,855)	(866)	(133,277)
Subtotal	34,377	-	(9,278)	1,592,199	1,221,002	550,503	2,253,144	(866)	5,641,080
Closing Balance as of December 31, 2021	(2,020,998)	(2,229,605)	(7,159,879)	(3,537,586)	(4,017,913)	(4,499,314)	(31,958,627)	(562,068)	(55,985,990)
Committed Amounts from Prior Years ***	2,140,469	702,890	93,803		3,425,089	1,268,247	17,370,546		25,001,044
Available at December 31, 2021	119,471	(1,526,715)	(7,066,076)	(3,537,586)	(592,824)	(3,231,068)	(14,588,081)	(562,068)	(30,984,946)
Committed Amounts from 2022 Budget ****	165,000	78,703		1,070,580			552,820		1,867,103
Balance Available for Future Needs	\$ 284,471	\$ (1,448,012)	\$ (7,066,076)	\$ (2,467,006)	\$ (592,824)	\$ (3,231,068)	\$ (14,035,261)	\$ (562,068)	\$ (29,117,843)

* See Schedule B
** See Schedule C
*** See Schedule D

**** 2021 Budget (includes 2021 debenture payments)
Note: brackets = funds available, no brackets = shortfall

Total Development Charges collected on behalf of the Region in 2021	\$ 10,918,203.89
Less: amounts paid to the Region 2021	10,918,203.89
Total Development Charges due to the Region at December 31, 2021	<u>\$ -</u>

**Municipality of Clarington
Development Charges Reserve Funds Statement
For the 2021 Year**

Schedule B
Attachment 2 to Report FSD-021-22

Capital Expenses	Total Expenses For 2021	D/C R/F Financing	Non D/C Financing	Description
<u>D/C - Emergency Services</u>				
Bunker Gear - New recruits	78,400	6,969	71,432	Tax Levy
Fleet-Prevention Division (1) EV and (1) EV Charger	1,221	733	488	Tax Levy
	\$ 79,621	\$ 7,701	\$ 71,920	
<u>D/C - Park Development & Related Facilities</u>				
Rhonda Park Trail (from 1505 Bowmanville Ave.)	50,486	45,437	5,049	Mun Cap Works
Bowmanville Valley Trail (Baseline to Waterfront)	807,988	727,189	80,799	Mun Cap Works
Farewell Creek Park Trail	529,743	197,905	21,989	Mun Cap Works
			212,127	Tax Levy
			229,000	Can Comm Bldg Fund
			(131,278)	Trsf OMCC Grant to Bloor St MUP
Newcastle Community Park	335,253	238,728	21,880	Mun Cap Works
			70,000	Can Comm Bldg Fund
			4,645	Parkland in Lieu
Sidewalk - Pave the Waterfront Trail (Waverly Rd to West Beach Rd)	3,966	3,569	397	Mun Cap Works
Northglen Phase 8 Parkette	8,175	8,175	-	
	\$ 1,735,610	\$ 1,221,002	\$ 514,607	
<u>D/C - Operations</u>				
Bowmanville Cemetery expansion	92,169	34,509	7,660	Mun Cap Works
			50,000	Tax Levy
2019 - Fleet New - Roads	491,439	442,295	49,144	Mun Cap Works
2020 - Fleet New - Roads	100,351	90,225	10,126	Mun Cap Works
	\$ 683,959	\$ 567,029	\$ 116,930	
<u>D/C - Roads And Related</u>				
Street lighting - RR57 (Hwy2 to 150m N of Stevens Rd)	4,208	4,208	-	
Street lighting - RR57 (Conc Rd 3 to Urban Limit)	307,593	307,593	-	
Street lighting - Baseline Rd & Lambs Rd	3,930	3,930	-	
Various Erosion Protection Works- 2020	454,599	303,081	151,518	Mun Cap Works
Various Erosion Protection Works- 2021	73,817	49,457	24,360	Mun Cap Works
Longworth Ave extension EA (Green to Holt)	23,895	23,895	-	
Darlington Blvd (South limit to Hwy2)	16,200	12,960	3,240	Mun Cap Works
Baseline Rd (Lambs to Bennett)	135,759	135,759	-	
Grady Drive (at Foster Creek) Environmental Assessment Completion	31,998	31,998	-	
Lake Rd Extension	57,281	50,665	6,616	Mun Cap Works
Baseline Rd Structure (W of Green Rd)	10,673	10,673	-	
George Reynolds Dr Extension	9,416	9,416	-	
Concession Rd 3 Reconstruction (Middle to Gimblett St)	2,986	2,505	481	Mun Cap Works
Lambs Road interchange at Hwy 401	63,390	63,390	-	
King St Cycling Facility (RR 57 to Roenigk Dr)	15,078	7,539	7,539	Mun Cap Works

**Municipality of Clarington
Development Charges Reserve Funds Statement
For the 2021 Year**

Schedule B
Attachment 2 to Report FSD-021-22

Capital Expenses	Total Expenses For 2021	D/C R/F Financing	Non D/C Financing	Description
Nash Rd Rehabilitation & Bicycle Facilities (Solina Rd to Hancock Rd)	372,140	372,140	-	
Lambs Rd (Baseline to 275m N of Baseline Rd)	66,544	60,127	6,417	Mun Cap Works
Baseline Rd Reconstruction (Trulls Rd to Courtice Rd)	59,562	55,988	3,574	Mun Cap Works
North Street Sidewalk (George to Remi)	4,427	4,427	-	
Sidewalk - RR17 (Mill St to CPR) East Side	8,381	8,381	-	
Sidewalk - RR 57 (Conc Rd 3 to Urban Limit) East Side	223,363	223,363	-	
Scugog St at Wellington St Intersection Improvements	11,723	702	3,213	Mun Cap Works
			7,808	Tax Levy
Bloor St Multi Use Path	1,394,776	49,500	910,220	OCIF
			167,333	Tax Levy
			69,722	Pits & Quarries
			198,001	OMCC Funding
	\$ 3,351,739	\$ 1,791,698	\$ 1,560,041	
Total Capital Expenses	\$ 5,850,929	\$ 3,587,431	\$ 2,263,498	
Summary of Financing:				
		7,701		D/C - Emergency Services
		1,221,002		D/C - Park Dev/Related Facilities R/F
		567,029		D/C - Operations R/F
		1,791,698		D/C - Roads and Related R/F
			404,000	Municipal Capital Works R/F
			69,722	Pits & Quarries R/F
			910,220	OCIF
			509,187	Tax Levy
			66,723	OMCC Funding
			4,645	Parkland in Lieu
			299,000	Can Comm Bldg Fund
Total Financing	\$ 5,850,929	\$ 3,587,431	\$ 2,263,498	

Municipality of Clarington
Development Charges Reserve Funds Statement
For the 2021 Year

Schedule C
Attachment 3 to Report FSD-021-22

REVENUE FUND EXPENSES	Total Expenses For 2021	D/C R/F Financing	Non D/C R/F Financing	Description
D/C - General Government				
Planning Studies-Tooley Robinson Subwatershed Study	25,676	10,721	1,191	Secondary Plan Reserve
Planning Studies-Bow East Town Ctre Sec Plan	672	604	13,764	Recoverable from Developer
Planning Studies-Courtice Industrial/special study 4 Courtice Employment Lands	34,558	31,102	67	Secondary Plan Reserve
	\$ 60,906	\$ 42,427	\$ 18,478	Secondary Plan Reserve
D/C - Indoor Recreation				
DC Indoor Rec Budget commitments - Newcastle Aquatic Debenture	1,604,356	1,443,920	160,436	10% Tax Levy
DC Indoor Rec Budget commitments - BIS Debenture	164,755	148,279	16,476	10% Debt Retirement
	\$ 1,769,111	\$ 1,592,199	\$ 176,912	
D/C - Roads and Related				
Green Road - debenture payment (Jul 2)	552,300	552,300	-	
	\$ 552,300	\$ 552,300	\$ -	
Total Revenue Fund Expenses	\$ 2,382,317	\$ 2,186,926	\$ 195,390	
Summary of Financing:		42,427		D/C - General Government
		1,592,199		D/C - Indoor Recreation
		552,300		D/C - Roads and Related
			16,476	Debt Retirement R/F
			160,436	Tax Levy
			4,714	Secondary Plan Reserve
			13,764	Recoverable from Developer
TOTAL FINANCING	\$ 2,382,317	\$ 2,186,926	\$ 195,390	

Municipality of Clarington
 Development Charges Reserve Funds Statement
 For the 2021 Year

Committed Amounts From Prior Years' Budgets and Council Approvals

Year	Project Description	Amount Committed
D/C - General Government		
2009 Operating 2017	Plan-OP Review-Consulting services growth management & Intensification-Courtice Industrial/special study 4 Bow. West Sec Plan	66,160
2011 Operating	Planning studies-Technology Park-streetscape zoning bylaw	23,166
2011 Operating	Plan-OP review-miscellaneous/contingency	11,348
2011 Operating 2017	Plan-OP review-commercial policy review-Courtice Industrial/special study 4 Bow. West Sec Plan	22,693
2012 Operating	Planning studies-Technology & Planning/Review project	27,686
2015 Unexpended	Planning studies-zoning bylaw review-90% DC [10% Prof fees Res tax levy]	108,639
2016 Operating	Operations-needs study [10% Prof fees Res tax levy] PO#11074	5,991
2016 Operating	Plan studies-waterfront vision implementation plan [10% Prof fees Res tax levy]	90,000
2017 Council	Secondary Plan Agreement template [10% tax levy]	18,000
2017 Operating	Planning Studies-Tooley Robinson Subwatershed Study	20,733
2017 Operating	Planning Studies-Bow East Town Ctre Sec Plan	126,707
2017 Operating	Planning Studies-Courtice Industrial/special study 4 Courtice Employment Lands	103,898
2018 Operating	Bowmanville West Secondary Plan	14,400
2019 Operating	DC Study	7,966
2019 Operating	OP Appeal Legal Costs	71,082
2019 Operating	Planning Studies	144,000
2020 Operating	DC GG Budget commitments - Plan Studies	333,000
2021 Operating	DC GG - Official Plan - Economic Development Strategy (90% DC's GG, 10% Econ Development RF (502))	45,000
2021 Operating	DC GG Budget commitments - Plan Studies - Official Plan Review	900,000
		Total Committed: \$ 2,140,469
D/C - Library Services		
2017 Capital	Library Collection	114,429
2018 Capital	Library Collection	19,589
2019 Capital	Library Collection	127,589
2020 Capital	Library Collection	127,589
2019 Operating	Courtice Library debenture (Oct 17)	243,075
2021 Operating	DC Public Library Budget commitments - Courtice Library Debenture	70,619
		Total Committed: \$ 702,890
D/C - Emergency Services		
2020 Capital	Bunker Gear - New Recruits	2,266
2020 Capital	Fleet- Prevention Division (1) EV and (1) EV Charger	5,536
2020 Operating	Fire Master Plan	80,000
2020 Operating	New Firefighter Uniforms	6,000
		Total Committed: \$ 93,803
D/C - Park Development & Related Facilities		
2019 Capital	Toyota Trail	189,000

**Municipality of Clarington
Development Charges Reserve Funds Statement
For the 2021 Year**

Schedule D
Attachment 4 to Report FSD-021-22

Committed Amounts From Prior Years' Budgets and Council Approvals

Year	Project Description	Amount Committed
2019 Capital	Farewell Creek Trail - Phase 2	219,940
2019 Operating	Consulting Parks Design [10% tax levy]	12,850
FND-044-20	Bowmanville Valley Trail (Baseline to Waterfront)	5,594
2020 Capital	Farewell Creek Park Trail - Phase 2	95,490
2020 Capital	Newcastle Community Park - Phase 1	1,087,737
2020 Operating	Consulting Parks Design	13,500
2021 Capital	Newtonville Estates Parkette	250,000
2021 Capital	Northglen East Neighbourhood Park	650,000
2021 Capital	Northglen Phase 8 Parkette	241,825
2021 Capital	North Bowmanville Dog Park	230,000
2021 Capital	Stuart Park	200,000
2021 Memo	Rhonda Park Trail (from 1505 Bowmanville Ave.)	3,613
FSD-047-21	Toyota Trail	225,540
Total Committed: \$		3,425,089
D/C - Operations		
2020 Capital	Bowmanville Cemetery Expansion-Design & Construction	1,168,247
2021 Capital	2021 - Fleet New - Roads	100,000
Total Committed: \$		1,268,247
D/C - Roads and Related		
2011 Capital	Baseline Rd Sidewalk- Green to Westside	71,272
2011 Capital	Brookhill Tributary Nick Point Remedial Work- C/P closed in 2018, project projected for 2020 Budget	7,101
2014 Capital	Brookhill Blvd Oversizing	310,000
2015 Capital	Sidewalk-Rudell Rd (Sunset Blvd to Hart)	43,000
2015 Capital	Rudell Rd Reconstruction	60,000
2016 Capital	Liberty St sidewalk (Longworth to Bons-west side)	16,237
2016 Capital	Longworth Ave extension EA (Green to Holt)	11,445
2016 Capital	Middle Rd reconstruction (Con Rd 3 to urban limit)	74,319
2016 Capital	Soper Creek pedestrian link to Camp 30	338,400
2016 Capital	Grady Drive (at Foster Creek) Environmental Assessment Completion	48,006
2017 Capital	George Reynolds Dr Extension	15,801
2017 Capital	North Street Sidewalk (George to Remi)	74,002
2017 Capital	Longworth Ave and Green Rd Intersection	38,126
2018 Capital	Street lighting - RR57 (Hwy2 to 150m N of Stevens Rd)	15,792
2018 Capital	Darlington Blvd (South limit to Hwy2)	54,018
2018 Capital	Baseline Rd (Lambs to Bennett)	545,258
2018 Capital	Green Rd (Harvey Jones to Ross Wright)	70,890
2018 Capital	King St Cycling Facility	120,240
2018 Capital	Lambs Rd (Hwy2 to Concession St E)	1,947,882

**Municipality of Clarington
Development Charges Reserve Funds Statement
For the 2021 Year**

Committed Amounts From Prior Years' Budgets and Council Approvals

Year	Project Description	Amount Committed
2018 Capital	Sidewalk - RR 34 /Courtice Rd - (Nash Rd to Urban Limit)	16,696
2018 Capital	Sidewalk - RR 57 Multi-use Trail - Aspen Springs to Hwy2)	15,000
2018 Capital	Intersection Improvements - Green Rd @ Boswell	121,096
2018 Memo	Port Darlington subdivision Rd (Port Darlington to east)	140,928
2018 Operating	50% North Newc Drainage Study	11,500
2018 Operating	Eng - design	21,141
2019 Capital	Nash Rd (Future Clarington Blvd)	20,155
2019 Capital	Middle Rd reconstruction (Con Rd 3 to urban limit)	186,750
2019 Capital	Baseline Rd Reconstruction (Haines to Lambs Rd)	68,980
2019 Capital	Baseline Rd Reconstruction (Mearns to Haines)	63,240
2019 Capital	Baseline Rd Structure (W of Green Rd)	24,327
2019 Capital	Hancock Rd Box Culvert (S of Nash rd)	69,444
2019 Capital	Trulls Rd Reconstruction (S of Yorkville Dr to Bloor St)	18,148
2019 Capital	George Reynolds Dr Extension	2,350,000
2019 Capital	Concession Rd 3 Reconstruction (Middle to Gimblett St)	95,262
2019 Capital	Lambs Rd Interchange @ Hwy 401 - Environmental Assessment	249,931
2019 Capital	Nash Rd Rehabilitation & Bicycle Facilities (Solina Rd to Hancock Rd)	69,632
2019 Capital	Queen St Extension (St.George to Frank St)	20,000
2019 Capital	Trulls Rd Rural Upgrade (Baseline Rd to Bloor St)	3,668
2019 Capital	Prestonvale Rd Reconstruction (Baseline Rd to S of Southfield Ave)	13,304
2019 Capital	Lambs Rd Reconstruction (Concession St E to CPR)	17,806
2019 Capital	Baseline Rd Reconstruction (Trulls Rd to Courtice Rd)	2,186,817
2019 Operating	Eng - design	72,500
2019 Operating	50 % North Newc Drainage Study	11,500
2020 Capital	Streetlighting - Hwy#2 to 150m N of Stevens Rd	80,000
2020 Capital	Longworth Oversizing (West Urban Limit to Green Rd)	162,000
2020 Capital	Rudell Rd Reconstruction	1,245,000
2020 Capital	Lake Rd Extension (Cul-de-sac to Bennett Rd)	639,872
2020 Capital	Haines St (Baseline to Hwy#2)	117,250
2020 Capital	Sidewalk - Hwy#2 (E of Clarington Blvd to RR57) South Side	135,000
2020 Capital	Sidewalk - Bloor St (Townline Rd S to 415m Easterly) South Side	30,000
2020 Capital	Sidewalk - RR17 (Mill St to CPR) East Side	288,284
2020 Capital	Sidewalk - Trulls Rd (Avondale Rd to Hwy#2) East Side	30,000
2020 Capital	Sidewalk - Active Transportation Master Plan	70,000
2020 Capital	Sidewalk - RR57 Multi-use Trail - CPR Bridge to Stevens Rd	120,000
2020 Capital	Various Erosion Protection Works	100,010
2020 Capital	SWM Pond - Technology Park	1,600,000
2020 Operating	Eng - design	75,000
CL2016-17	Pavement Rehabilitation -Green Road cycling lanes [DC -project #25] - trsf UECF from Trulls Rd for CL2016-17	12,003
PO#10021	CIMA-Clarington Ponds/Clarnew, Newc & WestSide, Bow [50% Prof fees tax levy]	5,068

Municipality of Clarington
 Development Charges Reserve Funds Statement
 For the 2021 Year

Schedule D
 Attachment 4 to Report FSD-021-22

Committed Amounts From Prior Years' Budgets and Council Approvals

Year	Project Description	Amount Committed
PO#8394	Eng - design - CIMA/Longworth Ave W. EA [50% Prof Fees Res]	446
2020 Capital	Streetlighting - Hwy#2 to 150m N of Stevens Rd	148,000
2021 Capital	Baseline Rd (Lambs to Bennett)	193,000
2021 Capital	Lambs Rd (Baseline to 275m N of Baseline)	49,710
2021 Capital	Darlington Blvd (South limit to Hwy2)	1,183,488
2021 Capital	Longworth Ave @ Green Rd intersection	650,000
2021 Capital	Green Rd (Harvey Jones to Longworth)	375,345
2021 Capital	Bloor St - Multi-use Path	240,000
2021 Capital	Hwy #2 Courtice Streetscape	28,800
2021 Capital	Various Erosion Protection Works	56,324
2021 Memo	OMCC Funding - Bloor St Multi Use Path	6,329
Total Committed: \$		17,370,546
Total Commitments to Development Charges Reserve Funds		\$ 25,001,044