

# Memorandum

Date: June 6, 2023

To: Members of Council

From: September Muller, Acting Manager, Finance / Deputy Treasurer, Finance

Subject: Annual Treasurer's 2022 Statement on Development Charge Reserve Funds and Cash in Lieu of Parkland Reserve Funds as of December 31, 2022

This memo is to provide information on the Town of Caledon's Development Charge Reserve Funds and Cash in Lieu of Parkland Reserve Funds and related transactions.

Pursuant to Subsection 43 of the *Development Charge Act, 1997 S.O. 1997, c. 27* (DCA), 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 memo reflects the required reporting under the DCA, as amended by Bill 73.

A statement of Development Charge reserve fund balances and transactions in 2022, by service area, is listed as Schedule A. Details of 2022 projects funded from Development Charges are listed in Schedule B. A summary of Development Charge Credits for 2022 are recorded on Schedule C.

Development Charge Reserve Funds decreased by \$59,259,168 net of expenditures and encumbrances, in 2022:

<b>Beginning Balance, 2022:</b>		\$85,511,886
DC Revenue in 2022:	\$43,761,701	
DC Credits Provided	(\$7,127,100)	
Interest earned:	\$186,880	
Transfers to capital/debt repayments:	<u>(\$42,427,624)</u>	
Net 2022 decrease		<u>\$5,606,145</u>
<b>Development Charge 2022 Closing Balance</b>		<b>\$79,905,741</b>

Less: Balance Committed to Approved Capital Works Projects (Encumbrance)	( <u>\$53,653,023</u> )
<b>Revised 2022 Balance after Commitments</b>	<u><b>\$26,252,718</b></u>

Pursuant to Subsection 42 of the *Planning Act*, 2015, the Treasurer shall present a statement relating to Cash in Lieu of Parkland. The Treasurer’s statement must include, for the preceding year,

- (a) statements of the opening and closing balances of the special account and of the transactions relating to the account;
- (b) statements identifying,
  - (i) any land or machinery acquired during the year with funds from the special account,
  - (ii) any building erected, improved or repaired during the year with funds from the special account,
  - (iii) details of the amounts spent, and
  - (iv) for each asset mentioned in subclauses (i) and (ii), the manner in which any capital cost not funded from the special account was or will be funded; and
- (c) any other information that is prescribed. 2015, c. 26, s. 28 (11).

A statement of the Cash in Lieu of Parkland reserve fund balances and transactions in 2022 is listed as Schedule D. Details of 2022 projects funded from Cash in Lieu of Parkland are listed in Schedule E.

Cash in Lieu of Parkland Reserve Funds increased by \$2,471,013 in 2022:

<b>Beginning Balance, 2022:</b>	\$11,602,039
Fees Collected in 2022:	\$4,045,199
Interest earned:	\$28,838
Transfers (to)/from capital:	<u>(\$1,603,024)</u>
Net 2022 Increase	<u>\$2,471,013</u>
<b>Cash in Lieu of Parkland 2022 Closing Balance</b>	<b>\$14,074,267</b>
Less: Balance Committed to Approved Capital Works Projects (Encumbrance)	( <u>\$2,088,094</u> )
<b>Revised 2022 Balance after Commitments</b>	<u><b>\$11,986,173</b></u>

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

## ATTACHMENTS

- Schedule A: Statement of Development Charges Reserve Funds
- Schedule B: 2022 Development Charge Project Funding
- Schedule C: Development Charge Credits
- Schedule D: Statement of Cash in Lieu of Parkland Reserve Fund
- Schedule E: 2022 Cash in Lieu of Parkland Project Funding