#### COMMITTEE OF THE WHOLE

#### **DECEMBER 1, 2009**

# **DEVELOPMENT CHARGES - SEMI-ANNUAL ADJUSTMENT**

#### Recommendation

The City Manager and the Director of Reserves & Investments recommends:

- 1) That in accordance with the appropriate semi-annual adjustments sections of each respective development charge by-law, the City Wide Development Charge rates and Special Service Area Development Charge rates be decreased by 2.07% effective January 1, 2010; and
- 2) That the following revised Development Charge Rates (Attachment 1) be approved.

#### Contribution to Sustainability

This is not applicable to this report.

#### **Economic Impact**

The semi-annual adjustment will provide a 2.07% decrease in City-Wide Development Charges and Special Area Development Charges. This adjustment will assist the construction industry during this current economic slow down.

#### Communications Plan

Public notice through the agenda process.

#### **Purpose**

To obtain Council approval to index the City of Vaughan Development Charges pursuant to the semi-annual adjustment provision in the respective City of Vaughan Development Charge Bylaws.

# **Background - Analysis and Options**

The Development Charges Act authorizes municipalities to pass By-laws for the recovery of capital costs incurred to provide services to all new development and re-development. A clause in each of the City of Vaughan's Development Charge By-laws states the development charges may be adjusted semi-annually without amendments to the by-laws, as of the 1<sup>st</sup> day of January and the 1<sup>st</sup> day of July in each year in accordance with the most recent change in the Statistics Canada Quarterly, Construction Price Statistics (catalogue No. 62-007 Table 327-0043).

In order to reflect economic conditions and based on a review of the Statistics Quarterly Construction Price Statistics (catalogue No. 62-007 Table 327-0043), the City Wide Development Charges and Special Service Area Development Charge Rates should be decreased by 2.07% which reflects the six (6) month decrease in the Statistics Quarterly Construction Price Statistics Index (catalogue No. 62-007 Table 327-0043) for the period April 1, 2009 to September 30, 2009.

### Relationship to Vaughan Vision 2020

This report is consistent with the priorities previously set by Council specifically Ensure Financial Sustainability and the necessary resources have been allocated and approved.

#### Regional Implications

Not applicable.

#### Conclusion

Staff recommend that the City of Vaughan Development Charges be decreased by 2.07%. The City Wide Development Charge and the Special Service Area Development Charges may be indexed without amending the existing by-law. The revised schedules reflecting the new rates are attached.

#### **Attachments**

Attachment 1 – Revised Development Charge Rates Attachment 2 – Summary of Special Area Charges

# Report Prepared by

Ferrucio Castellarin, CGA Director of Reserves & Investments Ext. 8271

Respectfully submitted,

Clayton D. Harris, CA City Manager

Ferrucio Castellarin, CGA Director of Reserves & Investments

# The City Above Toronto

Development Charge Schedule

			1		Apartment			
RESIDENTIAL	Single/Semi Detached		Multiple Unit		2 or more Bedrooms		Less than 2 Bedrooms	
City of Vaughan								
(Effective Jan. 1, 2010)								
Engineering Services	\$	4,117	\$	3,485	\$	2,443	\$	2,443
General Services	\$	8,363	\$	7,081	\$	4,967	\$	4,967
Total *	\$	12,480	\$	10,566	\$	7,410	\$	7,410
NON-RESIDENTIAL	Industrial/Office Institutional			Retail				
City of Vaughan				· ·			-	
(Effective Jan. 1, 2010)								
Total*			\$	18.98			\$	18.98

<sup>\*</sup>Rates are also available at www.vaughan.ca Note - Specific Area Development Charges may be applicable, maps available on the Web Site

Effective January 1, 2010



# Summary of Special Area Charges

The City Above Toronto

BY-LAW	SERVICE	AREA	CHARGE PER HECTARE	
231-2008	Rainbow Creek Drainage Works	D-8	\$	7,880
232-2008	Pressure District 5 West (Woodbridge Watermain)	D-15	\$	6,557
233-2008	Pressure District 6 West (Major Mackenzie Drive Watermain)	D-18	\$	3,467
234-2008	Pressure District 6 East (Rutherford Road Watermain)	D-19	\$	6,370
235-2008	Pressure District 7 Watermain West	D-20	\$	15,115
236-2008	Dufferin/Teston Sanitary Sewer (OPA 332 Ultimate Outlet)	D-23	\$	11,184
237-2008	Ansley Grove Sanitary Sub Trunk Extension	D-24	\$	2,669
238-2008	Zenway/Fogal Sanitary Sub Trunk Extension	D-25	\$	7,939
239-2008	Highway 27 South Servicing Works	D-26	\$	166,760

Effective January 1, 2010