

## **COMMITTEE OF THE WHOLE - MAY 15, 2006**

### **BOWES ROAD LOCAL IMPROVEMENT – ADMINISTRATIVE MATTER AUTHORIZE REGION TO ISSUE DEBENTURES**

#### **Recommendation**

The Commissioner of Finance & Corporate Services and The Director of Reserves and Investments recommends:

1. That Council authorize the Region of York to issue debentures not to exceed \$1,700,000 on behalf of the City of Vaughan, repayable over a term not to exceed 10 years for the local improvement portion of the Bowes Road Reconstruction project.

#### **Economic Impact**

There is no economic impact of authorizing the Region of York to issue a debenture.

#### **Purpose**

To seek authorization from Council for the Region of York to issue additional debentures not to exceed of \$1,700,000 on behalf of the City of Vaughan repayable over a term not to exceed 10 years for the local improvement portion of the Bowes Road Reconstruction project.

#### **Background - Analysis and Options**

The Bowes Road Reconstruction and Local Improvement Project (Capital Project No. 1389-0-01) called for the reconstruction of Bowes Road – from Keele Street to Regional Road No. 7 (approximately 2 kms) as a Local Improvement. The Final Engineering Cost Report was approved by Council and property owners were subsequently notified of their share of the local improvement costs and a Court of Revision was held.

The total value of the project is \$5,339,651 of which the local improvement portion of the project is \$2,263,006. This cost is shared between the City (\$226,514) and the benefiting property owners (\$2,036,492). Of the \$2,036,492 property owners share, lump sum payments were received totaling \$366,815 leaving a balance of \$1,669,677 funded through the issuance of a debenture and recovered through tax billings over the next 10 years.

The local improvement portion was previously approved by Council and is included in the project budget however formal approval to authorize the Region of York to issue the debentures to finance this component of the project is required.

#### **Relationship to Vaughan Vision 2007**

This report is consistent with the priorities previously set by Council and part of the necessary resources have been allocated and approved.

#### **Conclusion**

That Council authorize the Region of York to issue debentures not to exceed of \$1,700,000 on behalf of the City of Vaughan repayable over a term not to exceed 10 years for the local improvement portion of the Bowes Road Reconstruction project.

**Report prepared by:**

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Respectfully submitted,

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Clayton D. Harris  
Commissioner of Finance & Corporate Services

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Ferrucio Castellarin, CGA  
Director of Reserves and Investments