



Town of Newmarket  
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## **Treasurer's Statement of Development Charges and Reserve Funds Information Report to Council**

Report Number: INFO-2021-12

Department(s): Financial Services

Author(s): Annie Agoncillo, Financial Analyst

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In accordance with the Procedure By-law, any member of Council may make a request to the Town Clerk that this Report be placed on an upcoming Committee of the Whole agenda for discussion.

### **Executive Summary**

See below.

### **Purpose**

The purpose of this report is to provide information related to the Development Charge Reserve Fund Transactions for the year 2020.

### **Background**

In 2019, By-laws 2019-46 and 2019-47 were enacted for town-wide development charges and By-law 2019-48 was enacted for area-specific development charges in Newmarket. A financial statement regarding development charges and related reserve funds is required every year under Section 43 of the Development Charges Act, 1997.

### **Discussion**

The development charge reserve funds started the year with \$28,094,695. The Town collected \$10,031,547 in contributions and earned \$609,615 in interest during 2020.

Funding of capital was \$5,733,223 and left a balance in the combined reserve funds of \$33,002,670.

All capital projects and expenditures funded by development charges are within the parameters of the 2019 Development Charges Background Study. Council has approved the development charge funding as part of the annual budget process. Attached is the Statement of Development Charge Reserve Fund Transactions for the year 2020.

## **Conclusion**

The Statement will be posted on the Town's website for public information purposes. A copy of the Statement will be forwarded to the Minister of Municipal Affairs and Housing within 60 days after Council receives the Statement, as per Section 43 of the Development Charges Act, 1997.

## **Business Plan and Strategic Plan Linkages**

This report links to Council's Strategic Priority of Long-Term Financial Sustainability by utilizing ongoing community engagement to help inform program, services and financial planning.

## **Consultation**

No consultation was required for this report.

## **Human Resource Considerations**

Not applicable to this report.

## **Budget Impact**

The development charges are based on the anticipated growth-related capital programs over a 10-year period. As such, the development charges are collected and interest earned in 2020 improve cash flow. They will be applied in the future to projects that are included in the Council approved growth related capital program.

## **Attachments**

Development Charge Reserve Funds Transactions

## **Contact**

For more information on this report, contact: Mike Mayes at 905-953-5300, ext. 2102 or via e-mail at [mmayes@newmarket.ca](mailto:mmayes@newmarket.ca)

## **Approval**

Mike Mayes, CPA, CGA, DPA  
Director, Financial Services/Treasurer

Esther Armchuk, LL.B  
Commissioner, Corporate Services

**TOWN OF NEWMARKET**  
**Development Charge Reserve Funds Transactions**  
**For the Year Ended December 31, 2020**

Development charges are levies against new developments. These charges aim to fund growth-related capital facilities and infrastructure. Development charges help protect existing taxpayers by having growth pay for growth.

Area	Balance January 1, 2020	Collections Contribution/(Refund)	Interest Revenue/(Expense)	(Expenditures)	Balance December 31, 2020
1. <b>General Government</b>	\$ 67,219	\$ 73,120	\$ 2,858	(28,230)	\$ 114,967
2. <b>Library</b>	2,844,377	375,358	63,060	-	3,282,795
3. <b>Fire</b>	(1,333,314)	265,297	(43,239)	(1,601,331)	(2,712,587)
4. <b>Parks &amp; Recreation</b>	13,464,748	5,436,100	288,450	(3,339,962)	15,849,336
5. <b>Waste Diversion</b>	3,258	62,197	744		66,199
6. <b>Yards &amp; Fleet</b>	(277,451)	219,611	(9,356)	(436,883)	(504,078)
7. <b>Engineering Services</b>	11,482,657	3,468,546	267,452	(326,817)	14,891,838
8. <b>Municipal Parking</b>	1,843,201	131,317	39,681		2,014,199
9. <b>Area Specific DCs</b>	-				-
<b>Total</b>	<b>\$ 28,094,695</b>	<b>\$ 10,031,547</b>	<b>\$ 609,651</b>	<b>\$ (5,733,223)</b>	<b>\$ 33,002,670</b>

