

DEVELOPMENT CHARGES

Planning ahead ⇒

to meet tomorrow's needs.

WHAT ARE DEVELOPMENT CHARGES?

<u>Development Charge</u> means a charge imposed with respect to growth-related net capital costs against land. Under the *Development Charges Act*, municipalities must undertake a background study. The Township of North Dundas completed a detailed background study (dated November 19, 2021) and an addendum (January 6, 2022)

GENERAL PURPOSE

The purpose of a development charge is to generate adequate revenue to finance growth-related net capital costs for municipal services required because of growth. In essence, a development charge is designed to maintain the same average level of service offered to existing residents of the municipality. One might say it is similar to buying a corporate share (investment) in the municipality.

An example of the purpose of the charge would be as follows: Four hundred additional dwellings are built in the municipality and there arises the need for an additional volunteer fire fighter. The development charges reserve fund could be used to fund the purchase of a bunker suit and communications equipment for that individual. The need for an additional volunteer fire fighter emerged from growth and now is charged back to growth through development charges. Development charges may **not** be used for salaries, maintenance costs, operational costs, or replacement equipment and furniture.

WHO MUST PAY DEVELOPMENT CHARGES?

Development charges are imposed on all forms of development, with certain exceptions. The charges do not apply to accessory uses to residential uses, including: a garage, storage building, garden shed, swimming pool, small additions, or other similar uses.

Generally, development charges are only applied against new dwelling units or new non-residential buildings. The non-residential charges are pro-rated to account for economies of scale. The scale is provided on the reverse.

WHEN MUST THE CHARGE BE PAID?

Development charges must be paid on the date a building permit is issued for a building or structure on land to which a development

charge applies. The municipality is not required to issue a building permit unless the development charges have been paid. An agreement can be entered into for early or late payment of the charges in accordance with the legislation.

TREASURER'S STATEMENT

The public may view the annual treasurer's development charges reserve fund statement at the Township Office during regular business hours. The purpose of this mandatory statement is to provide details on the reserves, amounts collected and expenditures from each service category.

EXEMPTIONS

By-law No. 2022-35 does not apply to land that is owned by or used for the purposes of a board of education, a municipality or local board thereof, the United Counties, a cemetery, place of worship, hospital, university, or accessory uses to residential dwellings. Not-for-profit subsidized housing is 50% exempt from applicable charges.

The by-law does not apply to additions to existing industrial uses (up to 50% of the existing building). <u>Demolitions</u>: By-law does not apply to the replacement building or gross floor area following a demolition (require a demolition permit) provided the gross floor area remains less or the same.

MUNICIPAL SERVICES INCLUDED IN THE DEVELOPMENT CHARGES BY-LAW

- » Services Related to a Highway
- » Parks and Recreation Services
- » Waste Diversion Services
- » Growth-Related Studies
- » Pumping Station Chesterville Only **

Schedules "A" and "B" of By-law No. 2022-35 provide further details (cost breakdown) relating to the above. The reverse is an excerpt from Schedule "B" of By-law No. 2022-35. These figures may be adjusted for inflation in accordance with Section 16.

SCHEDULE "B" Bylaw 2022-35

THE CORPORATION OF THE TOWNSHIP OF NORTH DUNDAS SCHEDULE OF DEVELOPMENT CHARGES

RESIDENTIAL DEVELOPMENT CHARGES

Service/Class of Service	RESIDENTIAL								
Municipal Wide Services/Class of Service:	Single & Semi Detached Dwelling	Other Multiples	Apartments 2 Bedrooms+	Apartments Bachelor & 1 Bedroom	Special Care/ Special Dwelling Units	Senior- Oriented Dwelling Units			
Fire Protection Services	-	-	-	-	-	-			
Services Related to a Highway	10,659	9,222	6,817	4,524	4,365	5,762			
Parks and Recreation Services	1,264	1,094	809	537	518	683			
Waste Diversion Services	145	125	93	62	59	78			
Growth-Related Studies	161	139	103	68	66	87			
Total Municipal Wide Services/Class of Services*	12,228	10,580	7,822	5,189	5,008	6,610			
Area-Specific Services/Class of Service: Pumping Station*	834	722	534	355	341	452			

NON-RESIDENTIAL DEVELOPMENT CHARGES

Service/Class of Service	NON-RESIDENTIAL (per sq.ft. of Gross Floor Area)							
Municipal Wide Services/Class of Service:	0 to 2,500 sq.ft.	2,501 to 5,000 sq.ft.	5,001 to 30,000 sq.ft.	30,001 sq.ft. to 55,000 sq.ft.	55,001 sq.ft. +			
Fire Protection Services	-	-	-	-	-			
Services Related to a Highway	0.7054	0.3528	0.2645	0.1763	0.0882			
Parks and Recreation Services	-	-	-	-	-			
Waste Diversion Services	0.0139	0.0070	0.0052	0.0035	0.0018			
Growth-Related Studies	0.0167	0.0084	0.0062	0.0042	0.0021			
Total Municipal Wide Services/Class of Services*	0.7361	0.3680	0.2760	0.1840	0.0920			

Numbers may vary slightly due to rounding

^{* -} This area specific development charge only applies to the 84-unit subdivision, described as Part Block "J", south side of Nation River Registered Plan 36, Village of Chesterville, County of Dundas, more particularly described as Parts 1, 2 and 3 on Plan 8R-562