

Appendix 3
Development Charge Reserve Fund
Treasurer's Statement
January 1, 2023 to December 31, 2023

1. Description of the Service for which each development charge reserve fund was established:

| Service Area | Description |
|------------------------------------|--|
| Services Related to a Highway | The fund is used for growth-related projects for roads, bridges, structures, active transportation, streetlights and other related road services. |
| Fire Protection | The fund is used for growth-related projects supporting the fire service including fire facilities, vehicles and equipment. |
| Public Works Operations | The fund is used for growth-related projects including operations facilities, vehicles and equipment. |
| Stormwater Derry Green | The fund is used for stormwater management monitoring in the Derry Green Corporate Business Park and is funded by an area specific development charge. |
| Stormwater Boyne | The fund is used for stormwater management monitoring in the Boyne Survey Secondary Plan development area and is funded by an area specific development charge. |
| Stormwater Sherwood | The fund is used for stormwater management monitoring in the Sherwood Survey Secondary Plan development area and is funded by an area specific development charge. |
| Stormwater Trafalgar | The fund is used for stormwater management monitoring in the Trafalgar Secondary Plan development area and is funded by an area specific development charge. |
| Stormwater Agerton | The fund is used for stormwater management monitoring in the Agerton Secondary Plan development area and is funded by an area specific development charge. |
| Stormwater MEV | The fund is used for stormwater management monitoring in the MEV Secondary Plan development area and is funded by an area specific development charge. |
| Stormwater Britannia | The fund is used for stormwater management monitoring in the Britannia Secondary Plan development area and is funded by an area specific development charge. |
| Stormwater MEV Supplementary Lands | The fund is used for stormwater management monitoring in the MEV Supplementary Lands Secondary Plan development area and is funded by an area specific development charge. |
| Library | The fund is used for growth-related projects including library facilities, shelving and collection materials. |
| Transit | The fund is to finance the cost of growth-related transit services including facilities, vehicles, and equipment. |
| Growth Studies | The fund is to finance the cost of growth-related studies. |
| Parks and Recreation | The fund is used for growth-related parkland and recreation facility infrastructure. |

Appendix 3
Development Charge Reserve Fund
Treasurer's Statement
January 1, 2023 to December 31, 2023

2. For Credits (ex. Pre-payments, front-ended projects) in relation to the service or service category for which the fund was established:

No credits have been received, used or are outstanding for the previous year.

3. The amount of any money borrowed from the DC reserve fund during the previous year and the purpose for which it was borrowed:

No money was borrowed.

4. The amount of interest accrued during the previous year on money borrowed from the fund by the municipality:

No interest was accrued as no money was borrowed.

5. The amount and source of any money used by the municipality to repay, in the previous year, money borrowed from the fund, or interest on such money:

No source of money to repay as no money was borrowed.

6. A schedule that identifies credits recognized under section 17 and for each credit organized, sets out the value of the credit, the service against which the credit is applied and the source of the funds used to finance the credit:

No schedule has been prepared as there are no credits to recognize per section 17.

7. Statement respecting additional levies under Section 59.1(1) and (2) of the Development Charges Act, 1977, as amended.

In accordance with Section 59.1(1) and (2), the Town of Milton has not imposed any additional payments nor required the construction of a service not authorized, except as permitted by the Development Charges Act, 1997, as amended.

8. Whether the municipality expects to incur the amount of capital costs that were estimated during the term of the applicable development charge by-law and if no, the amount the municipality now expects to incur and why this amount is expected.

Table 6-13 of the Town's 2021 Development Charges Background Study provided a summary of the anticipated gross expenditure and sources of revenue for costs anticipated to be incurred over the life of the by-law. Through the annual capital budget and forecast process, the Town reforecasts the expected growth in residential and non-residential growth and uses these projections to determine the timing of growth-related infrastructure investment. As a result of slower projected growth than assumed in the DC Background Study analysis, the capital program

Appendix 3
Development Charge Reserve Fund
Treasurer's Statement
January 1, 2023 to December 31, 2023

funded by development charges has been adjusted and fewer costs are expected within the five-year life of the by-law. Additionally, the timing of several growth-related projects have been delayed as the Town is faced with additional requirements for environmental studies and continues to adjust for pandemic related influences. The overall investment in infrastructure is still required to support growth in the community and is currently projected just beyond the five-year by-law timeframe, in years six (6) through eight (8). The shift in timing of infrastructure investment beyond the life of the current DC by-laws represents a reduction of 32% of the projected gross costs during the term of the by-laws. The reduction in costs aligns with lower than anticipated development charge revenue to be collected over the same time period.