

CITY OF VAUGHAN

EXTRACT FROM SPECIAL COUNCIL (BUDGET) MEETING MINUTES JANUARY 30,
2018

16. 2018 STORMWATER CHARGE

(Referred) Finance, Administration and Audit Committee Report No. 1, Item 1, January 22, 2018.

MOVED by Councillor Yeung Racco
seconded by Regional Councillor Singh

THAT the following recommendations of Item 1, Finance, Administration and Audit Committee Report No. 1, be approved;

- 1) That the recommendation contained in the following report of the Deputy City Manager, Public Works and the Chief Financial Officer and City Treasurer, dated January 22, 2018, be approved;
- 2) That the deputation of Mr. Riccardo Bozzo, Highway 27, Kleinburg, be received; and
- 3) That Communication C1, presentation material entitled, *"2018 Stormwater Charge"*, be received.

CARRIED

The Finance, Administration and Audit Committee at its meeting of January 22, 2018, (Item 1, Finance, Administration and Audit Committee Report No. 1), recommend:

The Finance, Administration and Audit Committee recommends:

- 1) That the recommendation contained in the following report of the Deputy City Manager, Public Works and the Chief Financial Officer and City Treasurer, dated January 22, 2018, be approved;
- 2) That the deputation of Mr. Riccardo Bozzo, Highway 27, Kleinburg, be received; and
- 3) That Communication C1, presentation material entitled, *"2018 Stormwater Charge"*, be received.

Report of the Deputy City Manager, Public Works and Chief Financial Officer and City Treasurer, dated January 22, 2018

Purpose

To respond to the motion at the Finance, Administration and Audit Committee on November 6, 2017, that staff review the application of the stormwater charge as

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implemented for commercial and agricultural properties in rural areas and bring forward recommendations for refinements as part of the 2018 Budget process, including the necessary off-setting adjustments to other property categories.

Recommendations

1. That as a part of the 2018 Budget process Council approve the refinements to the Stormwater charge for the seven property types and inclusion of an eighth category: “Non-residential (large) rural”;
2. That “Non-residential (large) rural” properties be those located outside the urban boundary as defined in the Vaughan Official Plan;
3. That any adjustments made be completed during the budget planning process and incorporated into the proposed stormwater charge for the forthcoming budget year;
4. That this report be referred to Special Council Meeting on January 30, 2018.

Report Highlights

- Council directed staff to report back with a review of the large commercial property category and agricultural property category in rural areas.
- The method for estimating stormwater run-off will continue to be derived from the City’s engineering design run-off coefficient
- A new property category for non-residential (large) properties which fall outside the urban boundary be defined

Background

The 2017 budget included a new stormwater charge to fund a comprehensive stormwater program which would help mitigate the effects of climate change

The stormwater charge is applied to properties based on the estimated amount of stormwater run-off. The stormwater run-off coefficient is a number used in the City’s Engineering Design Standards which developers must use to manage stormwater when planning a community. City staff determined that using the stormwater run-off coefficient was the most equitable factor for determining the charge as the engineering design standards are used consistently across the City.

A communication plan was implemented prior to and during the implementation of the stormwater charge on the water and wastewater bill. The stormwater charge was applied to 85,652 properties over a 12-week period beginning June 2017. The stormwater charge was successfully implemented as only 36 property owners asked for a formal review of the stormwater charge.

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Council directed staff to further refine the stormwater charge for commercial and agricultural properties in rural areas

Nearly all of the 36 formal reviews were large commercial (7) and agricultural (25) properties in rural areas, Council asked staff to look for further refinements to the stormwater charge. Council was aware that any refinements would include a necessary change in the stormwater charge for the other property categories.

Previous Reports/Authority

[Stormwater charge in Rural Areas and feedback from Stormwater Charge Implementation](#), Finance, Administration and Audit Committee, Nov 6, 2017.

[Stormwater Infrastructure Funding Study – City Wide](#), Finance, Administration and Audit Committee, Feb 29, 2016.

[Stormwater Infrastructure Funding Study Update](#), Finance, Administration and Audit Committee, May 4, 2015.

Analysis and Options

Refining the stormwater charge for commercial and agricultural properties in rural areas included using the urban boundary and referring to the recently updated Engineering Design Standards.

The Vaughan Official Plan urban boundary was used to identify rural commercial properties and agricultural properties. Eleven large commercial properties were identified outside of the urban boundary.

Staff also updated the Stormwater classification charges based on changed run-off coefficients contained in the recently updated Engineering Design Standards as some were updated and, therefore, different from the run-off coefficients used in the Stormwater Infrastructure Funding Study which developed the original stormwater charge.

A new property category for large (more than 10 acres) commercial properties was developed using a smaller stormwater run-off coefficient

Creating a new category of *Non-Residential (Large) - Rural* using a runoff coefficient of 0.45 (as opposed to 0.9 for large non-residential) would address those properties assessed as commercial, but lay outside the urban boundary. This run-off coefficient was considered appropriate given that rural areas are not connected by stormwater piping and the level of service differs from similar sized properties in urban settings.

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The run-off coefficient for agricultural properties remains the same as the one used in the 2017 budget as this coefficient had already been lowered by staff in the original stormwater infrastructure funding study

In the original stormwater infrastructure funding study it was determined that the run-off coefficient in the engineering design standards should be lowered from 0.25 to 0.1 as there was a recognition that the stormwater service received by these properties was not the same as those in urban areas.

In the review completed at the request of the Finance, Administration and Audit (FAA) Committee on November 6, 2017, staff did not update the run-off coefficient of the agricultural properties as staff have determined that 0.1 is an appropriate run-off coefficient to use for agricultural properties.

Financial Impact

As discussed in the report on November 6, 2017 at the FAA Committee, staff had consolidated the city's properties into 7 property categories and used the stormwater run-off coefficients for these property categories to develop the stormwater charge used in the 2017 Budget. As requested in a motion by FAA Committee, staff were asked to review the application of the stormwater charge for the large commercial property category in rural areas and the agricultural property category for the 2018 Budget.

A new property category was developed for large commercial properties in rural areas and the run-off coefficients from the updated Engineering Design Standards were used to determine the proposed stormwater charges for the 2018 Budget for all property categories.

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Table 1 outlines the current and proposed charges for 2018.
Table 1

| Property Type | Charge- Current | Charge- Revised | Change in Charge |
|-----------------------------------|----------------------------|----------------------------|---------------------------------|
| Non-Residential (small) | 41.28 | 43.93 | 2.65 |
| Non-Residential (medium) | 1,066.21 | 1,134.91 | 68.70 |
| Non-Residential (large) | 16,740.78 | 17,333.47 | 592.69 |
| Non-Residential (large)- rural | N/A | 10,207.47 | 10,207.47 |
| Agricultural/Vacant | 694.65 | 613.26 | (81.39) |
| Residential (Low Density) | 50.00 | 49.20 | (0.80) |
| Residential (Medium Density) | 30.61 | 32.08 | 1.47 |
| Residential (High Density) | 184.00 | 192.83 | 8.83 |

Broader Regional Impacts/Considerations

There are no Regional implications with the adoption of this report.

Conclusion

As a result of the introduction of the Non-Residential (Large) – Rural and updated run-off coefficients the new Stormwater Charges are as reflected in Table 1.

For more information, please contact: Jennifer Rose, Director of Environmental Services, x 6116.

Attachments

N/A

Prepared by

Chris Wolnik, Manager Wastewater and Stormwater Services, x 6152

Sean Skinkle, Finance Manager, Water, Wastewater and Stormwater, x 8486

Special Council Report

DATE: Tuesday, January 30, 2018

WARD(S): ALL

TITLE: 2018 Stormwater Charge (Referred)

FROM:

Stephen Collins, Deputy City Manager, Public Works

Laura Mirabella-Siddall, Chief Financial Officer and City Treasurer

ACTION: DECISION

The Finance, Administration and Audit Committee at its meeting of January 22, 2018, (Item 1, Finance, Administration and Audit Committee Report No. 1), recommend:

The Finance, Administration and Audit Committee recommends:

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- 3) That Communication C1, presentation material entitled, “2018 Stormwater Charge”, be received.

Report of the Deputy City Manager, Public Works and Chief Financial Officer and City Treasurer, dated January 22, 2018

Purpose

To respond to the motion at the Finance, Administration and Audit Committee on November 6, 2017, that staff review the application of the stormwater charge as implemented for commercial and agricultural properties in rural areas and bring forward

recommendations for refinements as part of the 2018 Budget process, including the necessary off-setting adjustments to other property categories.

Recommendations

1. That as a part of the 2018 Budget process Council approve the refinements to the Stormwater charge for the seven property types and inclusion of an eighth category: “Non-residential (large) rural”;
2. That “Non-residential (large) rural” properties be those located outside the urban boundary as defined in the Vaughan Official Plan;
3. That any adjustments made be completed during the budget planning process and incorporated into the proposed stormwater charge for the forthcoming budget year;
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