



Notice of Meeting Regional Council

A meeting of **York Regional Council** will be held on **April 25, 2024 at 9 a.m.**

In accordance with Bylaw 2018-59, as amended, this meeting will be conducted both **electronically and in person** at the Council Chambers, York Region Administrative Centre, 17250 Yonge Street, in the Town of Newmarket.

Deputation requests will be accepted by the [Regional Clerk's Office](#) until 12 p.m. on April 24, 2024. Registered deputants will be provided with instructions for joining the meeting.

A handwritten signature in black ink, appearing to read "Christopher Raynor".

Christopher Raynor
Regional Clerk

April 18, 2024

#16095580



**Addendum Agenda
YORK REGIONAL COUNCIL**

April 25, 2024

9 a.m.

Electronic and In-Person Meeting

Council Chambers

17250 Yonge Street, Newmarket

Quorum: 11

Page No.

G. Communications

- G.2** *Supporting Growth and Housing in York and Durham Regions Act, 2021 - York Region Sewage Works Project* **1**

The Honourable Andrea Khanjin, Minister of the Environment, Conservation and Parks dated April 22, 2024

Recommendation: Receive

- G.3** *2024 Canada Federal Budget: Potential Impacts to York Region* **3**

Memorandum from the Commissioner of Finance and Regional Treasurer dated April 19, 2024

Recommendation: Receive

Ministry of the Environment,
Conservation and Parks

Ministère de l'Environnement,
de la Protection de la nature et des
Parcs

Office of the Minister

Bureau du ministre

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357-2024-483

April 22, 2024

Mr. Mike Rabeau
General Manager, Capital Infrastructure Services, Public Works
Regional Municipality of York
Email: mike.rabeau@york.ca

Dear Mr. Rabeau:

Thank you for your March 15, 2024, submission of the reports required pursuant to sections 4 (the "Project Report") and 5 (the "Consultation Report") of the *Supporting Growth and Housing in York and Durham Regions Act, 2021* (the "Act") in respect of the York Region Sewage Works Project (the "Project").

I understand that the report proposes three categories of improvements to the York Durham Sewage System – those required by the *Supporting Growth and Housing in York and Durham Regions Act, 2022*, improvements that are in keeping with the Regions' long term capital plans for the system, and those that are required to meet future projected population growth. I also understand that the costs have been estimated using the Association for the Advancement of Cost Engineering approved methodology, which results in an expected cost accuracy range between -50 and +100%.

The Ministry of the Environment, Conservation and Parks (the "Ministry") has completed its review of these project and consultation reports. I have carefully considered the concerns raised by Indigenous communities and the advice provided by ministry reviewers. Pursuant to section 6 of the Act, I am writing to inform you that I am satisfied with all of the reports subject to the following requirements:

- A. The Regions will continue the ongoing dialogue with the Ministry throughout the implementation of the Project.
- B. The Regions shall provide the following to the Ministry:
 - Annual reports on the progress of the Project ('Progress Reports'). Progress Reports submitted annually, beginning on March 31, 2025. Each report shall contain information about the following:
 - The status of the Project.

- Any changes from the information provided in the Project Report or a report required in this letter, including changes to the design, route, capacity, schedule, and projected or actual cost of the Project.
 - Interim reports on the progress of the Project within 10 days of a significant change in the Project's projected or actual design, route, capacity, schedule, and projected or actual cost.
- C. In keeping with the Regions' commitments to continue to engage with impacted and interested Indigenous communities, the Regions shall provide the following to the Ministry:
- A twice-annual Indigenous Community Engagement Progress Report detailing the ongoing engagement with Indigenous communities, including details of any progress on the commitments made by the Regions to Indigenous communities as outlined in the Consultation Report. The reports shall be submitted to the Minister every six months beginning on September 30, 2024.

Should it be necessary, I may exercise my authority under the Act to require additional reports on the Project and any related consultation.

While this letter expresses my satisfaction with the reports, as per the mentioned requirements, it does not provide any commitment to provincial funding for the project nor for any required provincial approvals. Also, my expectation is that the regions will implement the project in the most cost-effective way possible.

Should you have any questions, please contact Lisa Trevisan, Assistant Deputy Minister, Environmental Assessment and Permissions Division, at (416) 230-3161 or lisa.trevisan@ontario.ca.

Sincerely,



Andrea Khanjin
Minister of the Environment, Conservation and Parks

- c: Jon Presta, Commissioner for the Works Department, Regional Municipality of Durham
Lisa Trevisan, Assistant Deputy Minister, Environmental Assessment and Permissions Division, MECP
Tom North, Director, York Region Wastewater Project, MECP
Heather Malcolmson, Director, Client Services & Permissions Branch, MECP



To: Regional Council
Meeting Date: April 25, 2024
From: Laura Mirabella
Commissioner of Finance and Regional Treasurer
Re: **2024 Canada Federal Budget: Potential Impacts to York Region**

This memo highlights the [2024 Federal Budget](#) announcements, released April 16, 2024, impacting York Region's funding, policies, and programs. These include new and increased Federal funding for housing-enabling infrastructure, addressing pressures related to the influx of asylum seekers, and homelessness supports. Continued advocacy will be necessary to ensure the Region can secure sufficient funding to deliver crucial services and infrastructure.

2024 Federal Budget centers on housing-related investments such as the \$6 billion Canada Housing Infrastructure Fund

Further program and eligibility details, which have not yet been released, will be required to assess and quantify Regional funding impacts. Pending this information, as well as Federal approval of any necessary applications, the following could benefit the Region:

- **\$6 billion over ten years for the new Canada Housing Infrastructure Fund, including \$1 billion for municipalities** to accelerate water, wastewater and solid waste infrastructure supporting new home construction. While this could help address the Region's need for \$2.6 billion in accelerated and unplanned housing-enabling infrastructure, program details are not yet available, and it is unclear whether the Region will be eligible.

For the Province to access its portion of the fund, it must commit to actions to increase housing supply, including a three-year freeze on development charges. If implemented, this could result in \$130 million in lost development charges collections for the Region over the period of the freeze. If the Province does not reach an agreement by January 1, 2025, its portion of the funds would be reallocated to the municipal stream.

- **\$1 billion over five years for a new Rapid Housing Stream under the Affordable Housing Fund** which offers loans and funding to build deeply affordable housing, supportive housing, and shelters, similar to the existing Rapid Housing Initiative. The Region received \$18.0

million through the Affordable Housing Fund (previously the National Co-Investment Fund) and \$18.8 million through the Rapid Housing Initiative, which supported Housing York Inc. housing projects in Stouffville and Unionville, as well as a new transitional housing facility developed in partnership with Inn from the Cold in Newmarket. The Region will evaluate the opportunity once details are released.

- **\$1.1 billion to extend the Interim Housing Assistance Program (IHAP), supporting provinces and municipalities' response to the influx of asylum seekers.** The Federal government initially provided a one-year top-up to the IHAP fund in 2023-24 to help provinces and municipalities address pressures related to the volume of asylum claimants. In 2023, the Region incurred \$2.7 million in costs associated with the influx of asylum seekers and received \$2.3 million in funding through IHAP. The Region expects to incur a further \$14.1 million in 2024. Since the program will be extended through 2026, the Region will seek reimbursement for ongoing eligible expenses once details are available.
- **\$1.3 billion in additional funding over four years to combat homelessness,** including \$1 billion to stabilize funding under the Reaching Home program and \$250 million over two years to address encampments and unsheltered homelessness. In 2023-24, the Region received \$533,212 in Reaching Home program funding through the United Way to support the Homelessness Outreach Program. It is unclear how much additional funding could be available to the Region; however, the Region plans to apply for further funding in the coming months.

Some requests were not addressed by the 2024 Federal budget, including eligibility for the Housing Accelerator Fund

The 2024 Federal Budget included a \$400 million top-up to the existing \$4 billion Housing Accelerator Fund (HAF) but did not expand eligibility to upper-tier municipalities, including York Region. As HAF funding can be used to support transit, water, wastewater, solid waste, and other capital projects, staff will continue to advocate for access to crucial housing-enabling infrastructure funding.

New zoning-related requirements were announced for municipalities to access the forthcoming permanent public transit fund

The [permanent public transit fund](#) announced in 2021 will support public transit infrastructure with \$3 billion in annual, predictable, long-term funding starting in 2026-27. The 2024 Federal Budget announced that municipal funding is conditional on zoning requirements, including eliminating parking requirements and allowing high-density housing near high-frequency transit lines.

While local municipalities are responsible for zoning, the Region delivers transit services across all nine local municipalities. The Region will continue to advocate for funding for priority projects

and work with Infrastructure Canada to encourage alignment between transit funding requirements and Regional responsibilities.

Other housing policy changes include taxing vacant residential land, building on public lands, and extending the ban on foreign purchases of homes

2024 Federal budget includes non-financial measures aiming to support housing affordability. Direct impacts to the Region could be assessed once legislation and program details are released:

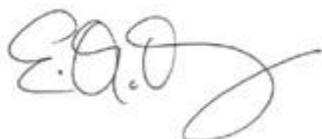
- **Taxing vacant residential land**, which according to Municipal Property Assessment Corporation (MPAC) data, could result in over 10,000 vacant residential land properties in the Region, equivalent to \$4 billion in residential assessment, being subject to the new proposed tax. However, it is not clear what methodology the Federal government will use to identify residentially zoned vacant land for taxation purposes, and whether this would align with MPAC property classifications. Information on the tax rate, charges formula, potential tax revenue sharing with Provinces and municipalities and whether municipalities would be required to administer this tax has not been released.
- **Building homes on public lands, including earmarking \$500 million to purchase public lands from other levels of government for new housing.** The Federal government has pledged to partner with Provinces and municipalities to identify public lands suitable for housing development, to be included in a new Public Lands Bank expected by the Fall of 2024. As directed by Council through a [March 7, 2024 resolution](#), staff are currently reviewing Regionally-owned properties to identify any that could be repurposed for supportive housing and other Regional priorities. Any future recommendations to participate in the Federal public lands acquisition program will be informed by the Region's current property review, the outcome of expected Federal consultations, and potential implications on Regional tax revenues, including payments in lieu of taxes.
- **Extending the ban on the purchase of homes by foreign investors by two years.** Initially introduced as a two-year ban from 2023 to 2025, the ban will be extended through January 1, 2027. Based on Provincial Non-Resident Speculation Tax (NRST) data before the ban was enacted, approximately 300 York Region home transactions involved foreign buyers each year. Since the ban was enacted, it is expected the Provincial NRST revenues would decline. As the Region has continued to advocate for the Province to reinvest the Region's share of NRST revenues, the extended ban will result in more forgone potential revenue. Large corporations will also be banned from purchasing single-family homes.

Staff will monitor Federal announcements for further funding details and continue to advocate for support for critical housing and infrastructure projects.

For more information on this memo, please contact Bonny Tam, Acting Director, Treasury Office at 1-877-464-9675 ext. 75885. Accessible formats or communication supports are available upon request.



Laura Mirabella
Commissioner of Finance and Regional Treasurer



Erin Mahoney
Chief Administrative Officer

April 19, 2024
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