

6.7 City Charter Update: IGA 2018-1449

Intergovernmental Affairs Committee December 20, 2018







- 1. Brief overview / update of recent city charter announcement
- 2. Communicating implementation of charter authorities
- 3. Opportunity to answer any other questions



1. Brief overview / update of recent city charter announcement

December 20, 2018 | IGA 2018-1449



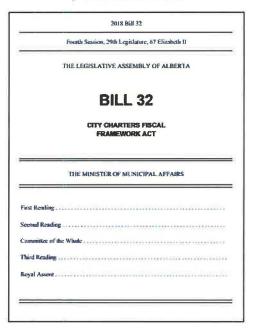
Revenue

sharing

Transit Plan

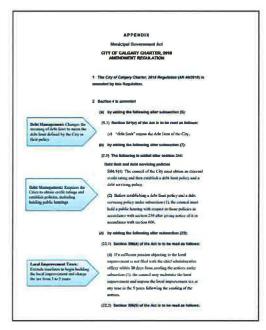
On November 29, the province announced further city charter changes

Changes to the Fiscal Framework



And

Changes to regulatory authorities

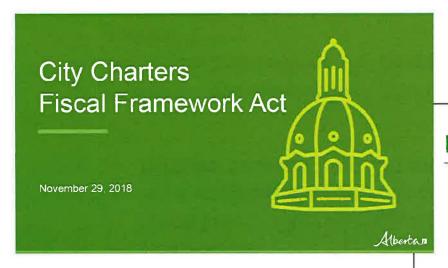


- Offsite Levies
- Inclusionary Housing
- DebtManagement
- Municipal
 Reserve

It is an important distinction...



Early communications conflated the two distinct elements of recent change



This gives the wrong impression of purpose of regulatory changes

Framework Components

- Legislated Capital Funding to Replace MSI
- Regional Economic Development Program
- Legislated Long Term Transit Investment Plan

City Charters Regulatory Policies



Alberta



Fiscal framework and regulatory changes were result of different processes

Phase 1&2: "the development of appropriate mechanisms to provide increased authority or flexibility in...municipal governance"

- Policy tools
- Contained in Charter Regulation
- No immediate changes or costs
- Require decision from Council and public engagement

Phase 3: "the development of a fiscal framework that will recognize and address the needs and challenges facing all parties"

- Revenue tools
- Contained in Bill 32
- Comes into effect automatically

7



Summary of changes to fiscal framework: **Revenue Tools**

Bill 32 Revenue Sharing

- Maintains current cuts/deferrals to MSI
- 500M between Calgary and Edmonton in 2022/23
- Grows with provincial revenue
- Injects stability and predictability
- Streamlines decision-making, improves flexibility

Bill 32 Transit Funding

- Up to 200M/year, 2027/28 2040/41
- Details to be included in funding agreements
- Will look to Ottawa for similar plan

Bill 31 Community Revitalization Levy

20 year extension of CRL

Regional Funding

\$17M/year to CMRB



Summary of changes to charter regulation Policy Tools

Additional Scope for offsite levies in order to:

- Legitimize existing regime developed in consultation with industry
- Provide flexibility for innovation sought by The City and industry;
- Address the unique needs and challenges presented by redevelopment.

Enable a made-in-Calgary inclusionary housing program in order to:

- Provide more affordable housing
- Address critical supply shortage
- Advance existing Council policy

Changes to Municipal Reserve to

- Provide flexibility of uses on school sites
- Deliver on uses defined in Joint Use and Planning Agreement

Other changes include

- Increased authority over <u>debt management</u>
- Changes to <u>advertising requirements</u>
- More flexible use of existing <u>Local Improvement Taxes</u>



Summary of changes to charter regulation: Next steps

- Posted for public comment until January 29
- If subsequently approved by Cabinet, changes don't take immediate effect
- Rather, these require a subsequent decision from Council to proceed, including passage of a bylaw, public hearing, and public and stakeholder engagement
- Until Council decides if and how to proceed, we cannot know what costs these new authorities could pass on or what cost-savings they might achieve



2. Communicating implementation of charter authorities

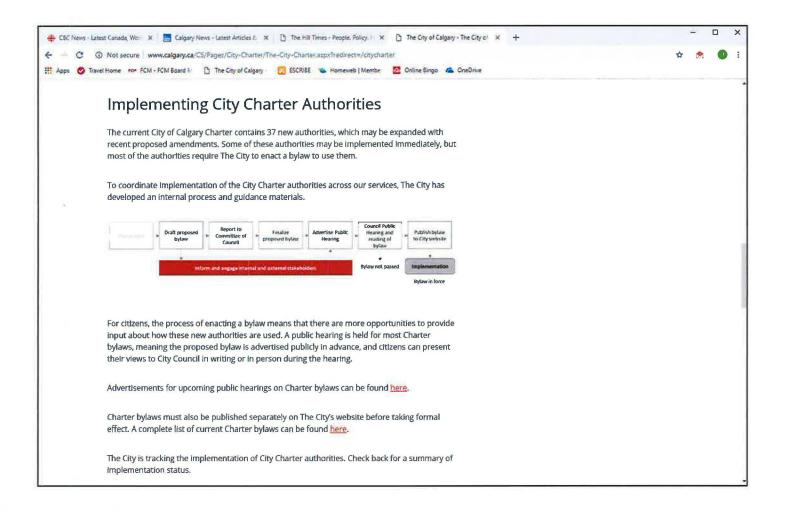


Need for communication of charter activity

- Absence of a consolidated Charter/MGA
- Keeping public and stakeholders informed
- Reporting Requirements

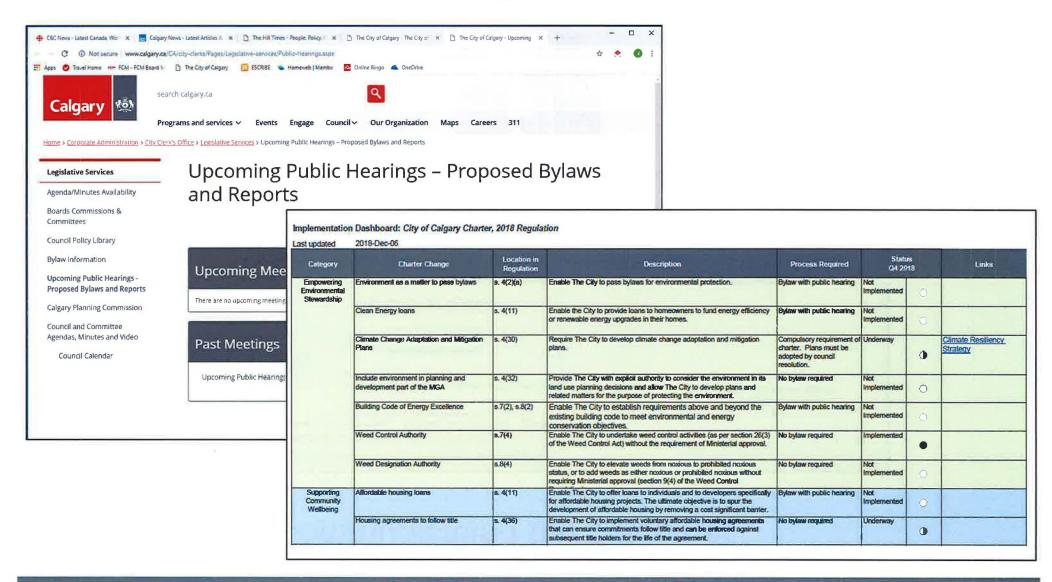


Communicating the process



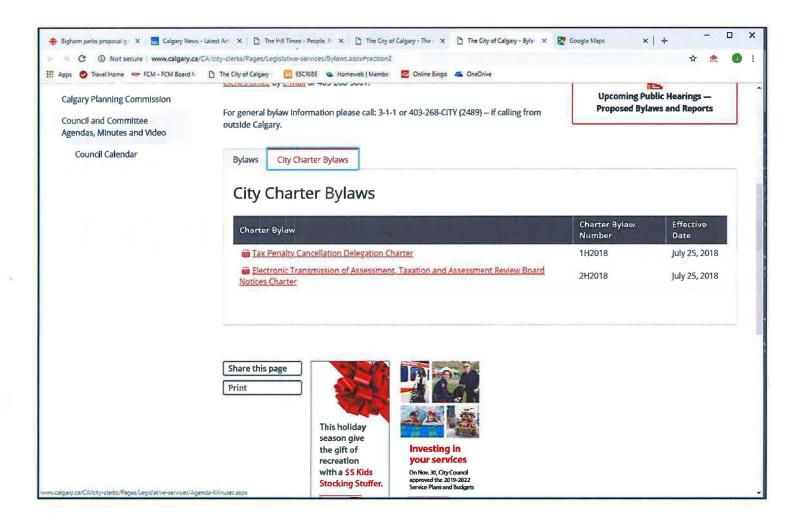


Communicating the status





Communicating the outcomes





3. Opportunity to answer any other questions



Recommendation

1. That the IGA Committee receive this verbal report and presentation for information.