# Development Cost Charge Inflation Adjustment

Regular Board Meeting

July 14<sup>th</sup>, 2022



# Inflation Adjustment

• Purpose:

To consider inflationary adjustments to Development Cost Charges (DCC's) through amendments to the Westside Regional Wastewater Treatment Plant and East Trunk development cost charge bylaws.

Proposed Adjustment: 2.8%

## Background:



**WRWWTP - 1989** 

- Development Cost Charges fund growth related infrastructure capacity upgrades
  - WRWTP DCC Bylaw adopted in May 2020
  - East Trunk Bylaw adopted January 2021.

### **Best Practices**

To ensure the DCC Bylaws remain current Municipal Affairs recommends:



#### **Every year:**

Review the Bylaw and adjust by the BC Consumer Price Index as needed to remain current

2023

#### **Every 3 years:**

Review the Bylaw scope and timing

2025

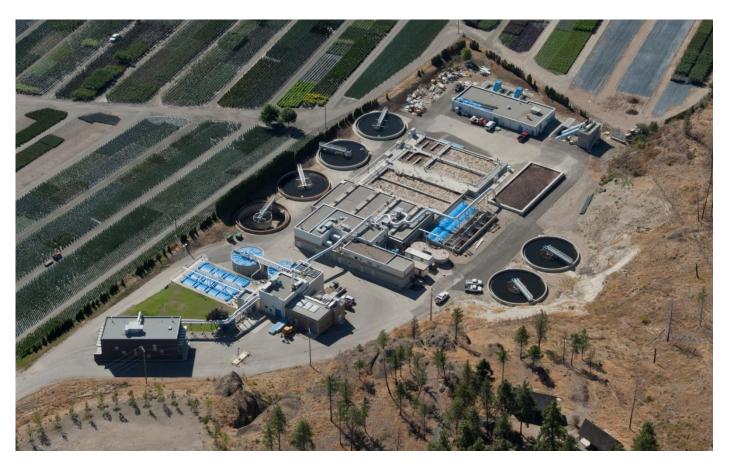
#### **Every 5 years:**

Review the entire Bylaw

## Consultation

- Development Community
- Engineers and Planners
- Municipal Planning/Development Departments
- Municipal Affairs

No written submissions received at the time of the Board Report – One verbal opposition



■ 1st Qtr ■ 2nd Qtr ■ 3rd Qtr ■ 4th Qtr

# Proposed DCC Rate Adjustment – 2.8%

	WWTP DCC		East Trunk DCC	
Land Use	Existing	Proposed	Existing	Proposed
Single Detached Residential (Each)	\$4194	\$4311	\$2353	\$2418
Duplex or Triplex (Each)	\$4194	\$4311	\$2353	\$2418
Multi Residential (Each)	\$2796	\$2874	\$1569	\$1612
Commercial (per 100m2)	\$1817	\$1867	\$1020	\$1048
Industrial (per 100m2)	\$1817	\$1867	\$1020	\$1048
Institutional (per 100m2)	\$1538	\$1581	\$863	\$887

## Next Steps:

- Westside Regional Wastewater Treatment Plant and East Trunk Sanitary Sewer DCC Bylaw Amendment:
  - 1<sup>st</sup>, 2<sup>nd</sup> & 3<sup>rd</sup> Readings;
  - Forward to Ministry for final review and approval;
  - Final adoption and implementation.
- New rates take effect upon final adoption.
- Valid applications in process will be grandfathered for 1 year under the existing DCC rates.

## Recommendation:

THAT Regional District of Central Okanagan Westside Regional Wastewater Treatment Plant Development Cost Charge Bylaw Amendment No. 1505, 2022 be read a first, second and third time.

• AND THAT Regional District of Central Okanagan East Trunk Development Cost Charge Bylaw Amendment No. 1506, 2022 be read a first, second and third time.



**End of Presentation**