

SCHEDULES: By-law Number 2021-046

Schedule Reference:	RR17
Reserve Fund Category:	Rehabilitation & Replacement
Reserve Fund Name:	Capital Tax Levy
Financial Statement Location:	Surplus Allocation

The Capital Tax Levy is replacing both the Growth and New Infrastructure Reserve Fund (N11) and the Infrastructure Rehabilitation and Replacement Reserve Fund (RR13) is hereby established to receive and hold property tax sourced and other contributions to be used for funding major repairs, restorations, upgrades or replacement of the Township's existing infrastructure. This fund will also fund growth and new infrastructure, including non-DC eligible portions of such projects. Such projects include any type of new infrastructure assets required by the Township to meet the service expectations and/or demands of the growing municipality, including the non-DC eligible portions of the cost of all projects. anticipated in the Township's most recent Development Charges Background Study Routine operational repairs for normal wear and tear items and items classed as "minor equipment" or "small tools" by the Township's financial and budget policies are not to be funded from this reserve fund.

Contributions may be established in annual budgets, mid-year by Council, or be allocations of year-end operating or capital surpluses. Fund balances will earn and retain annual interest allocations as determined annually by the Treasurer.

There is no target balance for this account as the township is transitioning to separate rehabilitation and replacement reserve funds for each asset category. Allocations of balances in the Fund will be planned for specific projects and purposes as approved by Council during the annual budget process or other times throughout the year or made as part of the year-end accounting processes as reported to Council for approval by the Treasurer.

At any time, acting in the best interests of the Township, Council may direct that some or all balances in the Fund be transferred to other rehabilitation and replacement reserve funds, or be used for other purposes, provided that the transfer or use of tax sourced funding is appropriate in the circumstances.