

Simcoe County District School Board & Simcoe Muskoka Catholic District School Board September 7, 2023



# Public Meeting #1 EDC Policy Review

# What Is An Education Development Charge?



- An Education Development Charge is a development charge that is imposed under a bylaw respecting growth-related net education land costs incurred or proposed to be incurred by a school board.
- This means it is a charge that is levied on new development that is paid by the developer/permit taker when the building permit is issued by the municipality.
- The revenue collected from the charge is then used by a school board to purchase land/school sites for new schools to be built upon.

# Policy Review Public Meeting



Each EDC by-law has a set of underlying policies which help determine the structure and type of by-law that will be enacted.

Provincial legislation dictates that each school board with an existing EDC by-law must conduct a review of its EDC policies prior to renewing their EDC by-law.

Section 257.60 sub-section (1) of the Education Act states that:

"Before passing an education development charge by-law, the board shall conduct a review of the education development charge policies of the board."

#### **EDC Policies**



- Policy decisions made by the Boards can play a key role in determining things like:
  - areas to which the bylaw applies,
  - the ability to have different charges for different types of housing developments, or
  - how much of the eventual charge is to be borne by residential or nonresidential development.

# A Review Of Existing Policies



# Percentage of growth-related net education land costs to be borne through EDCs

#### Exemptions

There are two types of exemptions, statutory and non-statutory. A statutory exemption is determined through the legislation and a non-statutory exemption is a 'voluntary' exemption.

Many school boards with existing EDC bylaws collect less than 100% of net education land costs because they have granted some form of <u>non-statutory</u> exemptions through negotiations with development community interests or in response to positions by local governments or other interested stakeholders.

# A Review Of Existing Policies



# Jurisdiction Wide vs. Area Municipal (or Sub Area) Charges

The existing EDC bylaw is a jurisdiction-wide bylaw. This means that the charge is the same for all development in the County of Simcoe.

# Percentage of net education land costs to be borne by residential and non-residential development

School boards can allocate up to 40% of their EDC to non-residential development.

The average around the Province is approximately 10-15%. The Boards allocate 10% to non-residential development.

# A Review Of Existing Policies



# Uniform charges for all types of development vs. differentiated charges

School boards can have one rate that applies to all types of residential development in the same way (i.e. a low-density single family type home pays the same rate as a townhouse or a condo) or the school board can have different rates depending on the type of residential development.

All the EDC bylaws in Ontario are applied uniformly, like both school boards in Simcoe.