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<b>Subject:</b>	<b>CCBF Municipal Funding Agreement</b>
<b>Department:</b>	<b>Corporate Services</b>
<b>Division:</b>	<b>Finance</b>
<b>Report #:</b>	<b>CPS-2024-043</b>
<b>Meeting Date:</b>	<b>2024-07-08</b>

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## Recommendations

**That report CPS-2024-043, CCBF Municipal Funding Agreement, be received; and**

**That Council pass a by-law authorizing the Mayor and Clerk to sign the Municipal Funding Agreement with the Association of Municipalities of Ontario under the Canada Community-Building Fund for 2024-2034.**

## Overview

Canada Community-Building Fund (“CCBF”) has provided the Town of Orangeville with a 10-Year Municipal Funding Agreement to be authorized and signed by Council.

## Background

The Canada Community-Building Fund (CCBF), formerly known as Federal Gas Tax, is a stable and reliable source of federal funding for local infrastructure. Funds are provided to communities up front, twice a year, and can be strategically invested across eighteen (18) project categories to address local priorities. Municipalities can also pool, bank and borrow against this funding. First established in 2005, the Fund has continually evolved to meet the needs of municipalities and their critical infrastructure projects.

## Analysis/Current Situation

The previous Municipal Funding Agreement (“MFA”) was authorized in June 2014 for the period ending March 31, 2024. The new MFA will come into effect as of April 1, 2024 up to and including March 31, 2034.

The current guaranteed allocations for the Town of Orangeville have been posted on the CCBF website for 2024-2028. The Town will receive the following allocations each

year for a total of \$4,979,384 over the next 5 years. It is expected that CCBF will announce the funding allocations for 2029-2033 in 2028.

Year	Allocation
2024	\$ 948,454.12
2025	\$ 987,973.04
2026	\$ 987,973.04
2027	\$ 1,027,491.96
2028	\$ 1,027,491.96

Estimated funding for 2029-2033, using an increase of 4% every two years as seen above, is a total of \$5,515,643 over the 5 year period.

In order to receive the allocated funding, the MFA must be signed and authorized by a Town by-law.

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### Corporate Implications

Once the MFA has been signed and authorized, the Town will be eligible to receive the allocated funding as detailed above for the next 10 years. Total known impact at this time is funding of \$4,979,384. Total estimated additional funding for the latter 5 years of this agreement is \$5,515,643, for a potential total 10 year funding of \$10,495,027.

Staff had estimated an allocation of \$956,419 in the 2024 budget. This is a variance of \$7,965 from the actual allocation of \$948,454. Funds are allocated on a per project basis and unspent funding is carried forward each year. Since we are allowed to carry forward the yearly allocation for up to five years, not all of the funding has been allocated in 2024, but rather allocated to future year projects. The Town currently has sufficient funding in the related CCBF reserve fund to make up the variance between actual allocation and estimated allocation. Any variances from actual to estimated will be adjusted during the 2025 budget process.

### Conclusion

It is recommended that Council approve this report and pass the Town By-law authorizing the Municipal Funding Agreement with the Association of Municipalities of Ontario.

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## **Strategic Alignment**

### **Strategic Plan**

Strategic Goal: Future-Readiness

Objective: DUE DILIGENCE – Confirm applicable governance and policy regimes

### **Sustainable Neighbourhood Action Plan**

Theme: Corporate and Fiscal

Strategy: Encourage and support inter-departmental collaboration and communication to facilitate the adoption of sustainable practices in the municipality

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## **Notice Provisions**

Not Applicable

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Respectfully submitted,

Patrick Kelly, CPA, CMA  
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**Attachment(s):** 1. CCBF Municipal Funding Agreement