



January 24, 2018

City of Markham
Office of the City Clerk
Markham Civic Centre
101 Town Centre Boulevard
Markham, Ontario L3R 9W3

Attention: Mayor Scarpitti and Members of Markham City Council

Dear Members of Council:

Re: Request for Parkland Dedication Relief for the Affordable Seniors Housing Development at 4300 Highway 7

The Region of York, on behalf of Housing York Inc., is currently proposing an approximately 260-unit affordable rental apartment building for seniors at 4300 Highway 7, located on the current Unionville Home Society lands. The Unionville Affordable Seniors Housing Development will deliver a significant benefit to the City, providing access to affordable housing for seniors, a Seniors Hub space providing senior-focused services and supports, as well the Regionally-funded construction of a new community centre for residents of Markham.

Housing York Inc., as a local Board of the Regional Municipality of York, is anticipated to be exempt from both municipal and Regional development charges. However, as part of the standard development approvals process, the City of Markham may still require a cash-in-lieu of parkland payment prior to the issuance of final building permits. The capital costs for this project are funded by approximately 30 per cent Provincial and Federal Funding, and the remainder of the project is funded by various sources through the Regional Municipality of York. Cash-in-lieu of parkland is directly payable by the Region, and is estimated to be between 3 to 7 per cent of the total cost of this project.

In December 2017, the Housing York Inc. Board supported a report requesting to seek relief or cash-in lieu of parkland requirements for the Unionville Affordable Housing Development to the City of Markham (attached). It is with this direction that I am formally requesting that Markham Council consider that the Region receive full exemption of the cash-in-lieu of parkland fee. Markham has been supportive of Parkland relief for affordable housing development in the past. With Markham's

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continued support of Parkland relief through exemption of this project, the savings would reduce capital cost and improve the affordability for our new tenants in the City of Markham.

If you require further information, please contact Rick Farrell, General Manager of Housing at 905-830-4444 ext. 72091 or <a href="rick.farrell@york.ca">rick.farrell@york.ca</a>

Thank you for your assistance as we work towards providing new affordable housing in the City of Markham.

Sincerely,

Katherine Chislett

President, Housing York Inc.

Attachment - 1

Copy to:

Wayne Emmerson, Chairman and Chief Executive Officer

Bruce Macgregor, Chief Administrative Officer Rick Farrell, General Manager, Housing Services

#8104381

### The Regional Municipality of York

Housing York Inc. December 13, 2017

Report of the General Manager

# Support of Parkland Relief for the New Unionville Seniors Affordable Housing Building in the City of Markham

#### 1. Recommendation

It is recommended that:

 The Board of Directors support requesting relief from cash-in-lieu of parkland requirements for the Unionville Seniors Affordable Housing Development to the City of Markham.

### 2. Purpose

This report seeks Board endorsement to support a request to the City of Markham seeking relief from any applicable parkland dedication, or cash-in-lieu requirements, related to the development of the proposed Unionville Seniors Affordable Housing building.

### 3. Background

# Planning applications are underway and Markham Council approval is expected in early 2018

The Regional Municipality of York, together with its development partner Minto, submitted an Official Plan amendment, rezoning, and site plan application to the City of Markham in Spring 2017, to facilitate development of a new Housing York Inc. (Housing York) seniors apartment building. Approximately 260 units in an 8 and 11 storey tiered building are contemplated, as well as resident amenity space, a senior's hub, and community centre.

## Support of Parkland Relief for the New Unionville Seniors Affordable Housing Building in the City of Markham

Regional Staff have been working closely with City of Markham staff to further develop the planning details and building design over the last several months. A report to Markham Council recommending approval of the applications is anticipated in early 2018.

#### 4. Analysis and Implications

# Relief from parkland requirements will help facilitate future affordable housing development

As part of the standard planning and development process for any project, development charges and parkland dedication or cash-in-lieu is required to obtain final approval to begin construction. For the development in Unionville, Housing York and the Region are exempted from both municipal and regional development charges. However, the City of Markham will require a cash-in-lieu of parkland payment of approximately \$4.4 million. This charge is levied to all developments in Markham that do not provide certain requirements of parkland dedication land on site. The City of Markham is not required to provide the Region or Housing York with relief from cash-in-lieu of parkland requirements, although there are examples of relief in the form of waivers or grants being given to affordable housing developments in Markham previously.

# Markham has been supportive of Parkland relief for affordable housing development in the past

In 2008, East Markham Non-Profit Homes Inc. and Markham Interchurch Committee for Affordable Housing made a request to the City of Markham for deferral of municipal fees for their new affordable housing development (Tony Wong Place). The City provided conditional grants and fee reductions for municipal fees including site plan processing, parkland dedication and development charges.

For previous Housing York developments, each municipality has provided assistance in different ways including financial relief. In many instances this has included relief from parkland dedication fees.

Given the public benefit of affordable housing that this project provides, it is recommended that the Board endorse a request to City of Markham Council to consider providing relief from these fees.

### Support of Parkland Relief for the New Unionville Seniors Affordable Housing Building in the City of Markham

#### 5. Financial Considerations

Relief of \$4.4 million in parkland cash-in-lieu requirements from the City of Markham would provide savings to help offset the cost of developing the community centre and senior's hub, and develop future affordable housing.

#### 6. Local Municipal Impact

The construction of the Unionville Seniors Affordable Housing Building will have a positive impact on the City of Markham. It will create approximately 260 new affordable apartments, provide community centre space, and a senior focused hub. If the City grants the request for parkland relief, they would not receive parkland funds for the Region's portion of the development.

#### 7. Conclusion

It is recommended that the Board support submitting a request for Parkland fee relief to the City of Markham.

For more information on this report, please contact Rick Farrell, General Manager at 1-877-464-9675 ext. 72091.

The Senior Management Group has reviewed this report.

Recommended by:

Approved for Submission:

Rick Farrell General Manager

Katherine Chislett President

December 12, 2017

#8022777

Accessible formats or communication supports are available upon request