

**CITY OF VAUGHAN
REPORT NO. 8 OF THE
FINANCE, ADMINISTRATION AND AUDIT COMMITTEE**

***For consideration by the Council
of the City of Vaughan
on June 12, 2019***

The Finance, Administration and Audit Committee met at 3:02 p.m., on June 5, 2019.

Present: Councillor Alan Shefman, Chair
Hon. Maurizio Bevilacqua, Mayor (3:17 p.m.)
Regional Councillor Mario Ferri
Regional Councillor Gino Rosati
Regional Councillor Linda D. Jackson
Councillor Marilyn Iafrate
Councillor Tony Carella
Councillor Rosanna DeFrancesca
Councillor Sandra Yeung Racco

The following items were dealt with:

1. 2018 DRAFT CONSOLIDATED FINANCIAL STATEMENTS

The Finance, Administration and Audit Committee recommends:

- 1) That the recommendation contained in the following report of the Chief Financial Officer and City Treasurer, dated June 5, 2019, be approved; and**
- 2) That the presentation by Mr. Kevin Travers, Partner, KPMG, North York, be received.**

Recommendations

1. That the 2018 Draft Consolidated Financial Statements, Vaughan Public Library Board Financial Statements, Board of Management for the Kleinburg Business Improvement Area Financial Statements, the Statements of Revenue and Expenditures and Fund Balances of the Mayor's Gala and Golf Events and the Trust Fund Financial Statements be approved. (Attachment 2)
2. That the KPMG Audit Findings Report for the year ended December 2018 be received. (Attachment 3)

**REPORT NO. 8 OF THE
FINANCE, ADMINISTRATION AND AUDIT COMMITTEE
FOR CONSIDERATION BY COUNCIL, JUNE 12, 2019**

3. That the 2018 Draft City Consolidated Financial Statement Highlights be received. (Attachment 1)

2. INTERNAL AUDIT REPORT – MTO DRIVER CERTIFICATION SPECIFIED PROCEDURES INSPECTION FOR VAUGHAN FIRE AND RESCUE

The Finance, Administration and Audit Committee recommends approval of the recommendation contained in the following report of the Director of Internal Audit, dated June 5, 2019:

Recommendation

1. That the Internal Audit Report on the MTO Driver Certification Program Specified Procedures Inspection for VFRS be received.

3. INTERNAL AUDIT REPORT – WATER, WASTEWATER AND STORMWATER OPERATIONS AUDIT

The Finance, Administration and Audit Committee recommends:

- 1) That the recommendation contained in the following report of the Director of Internal Audit, dated June 5, 2019, be approved;
- 2) That the presentation by the Director of Internal Audit and the Director of Infrastructure Delivery, and C2, presentation material titled *“Water, Wastewater and Stormwater Operations Audit”*, be received; and
- 3) That the deputation by Mr. Richard Lorello, Treelawn Boulevard, Kleinburg, be received.

Recommendation

1. That the Internal Audit Report on the Water, Wastewater and Stormwater Operations be received.

4. 2018 ANNUAL INVESTMENT REPORT

The Finance, Administration and Audit Committee recommends approval of the recommendation contained in the following report of the Chief Financial Officer and City Treasurer, dated June 5, 2019:

Recommendations

1. That this report be received for information.

**REPORT NO. 8 OF THE
FINANCE, ADMINISTRATION AND AUDIT COMMITTEE
FOR CONSIDERATION BY COUNCIL, JUNE 12, 2019**

5. 2018 DC RESERVE FUND AND SPECIAL FUND STATEMENT

The Finance, Administration and Audit Committee recommends approval of the recommendation contained in the following report of the Chief Financial Officer and City Treasurer, dated June 5, 2019:

Recommendations

1. That the 2018 Development Charges Reserve Fund and Special Fund Statement be received for information purposes.
2. That the 2018 Development Charges Reserve Fund and Special Fund Statement be made available to the public and that a copy be forwarded to the Ministry of Municipal Affairs and Housing on request.

6. 2019 ADOPTION OF TAX RATES AND THE ISSUANCE OF PROPERTY TAX NOTICES – ALL WARDS

The Finance, Administration and Audit Committee recommends approval of the recommendation contained in the following report of the Chief Financial Officer and City Treasurer, dated June 5, 2019:

Recommendation

1. That a by-law be enacted for the adoption of Municipal, Regional and Education property tax rates, as submitted in Attachment 1. Such by-law permits staff to proceed with the issuance of the final property tax bill.

7. CAPITAL BUDGET AMENDMENT HUNTINGTON ROAD REALIGNMENT AT MAJOR MACKENZIE DRIVE OPPOSITE HIGHWAY 427 NORTH BOUND OFF-RAMP HIGHWAY 427 EXPANSION PROJECT

The Finance, Administration and Audit Committee recommends approval of the recommendation contained in the following report of the Deputy City Manager, Planning and Growth Management and the Deputy City Manager, Public Works, dated June 5, 2019:

Recommendations

1. That a new 2019 capital project be created in the amount of \$3,000,000 for the design and construction of the realignment of Huntington Road easterly to intersect with Major Mackenzie Drive opposite the Highway 427 north-bound off ramp, with funding from City-wide Development Charges;

**REPORT NO. 8 OF THE
FINANCE, ADMINISTRATION AND AUDIT COMMITTEE
FOR CONSIDERATION BY COUNCIL, JUNE 12, 2019**

2. That a By-law be enacted authorizing the Mayor and Clerk to execute the necessary Agreements with the Nashville West Landowners Group, TACC Construction Ltd., and the Ministry of Transportation of Ontario to facilitate the realignment of Huntington Road at Major Mackenzie Drive; and
3. That the inclusion of this matter on a Public Committee or Council agenda with respect to amending the Capital Budget identified as "Capital Budget Amendment- Huntington Road Realignment at Major Mackenzie Drive - Highway 427 Expansion Project" is deemed sufficient notice pursuant to Section 2(1)(c) of By-Law 394-200, as amended.

8. PROCUREMENT ACTIVITY REPORT – Q1 2019

The Finance, Administration and Audit Committee recommends approval of the recommendation contained in the following report of the Chief Financial Officer and City Treasurer, dated June 5, 2019:

Recommendation

1. The Q1 2019 Procurement Activity Report be received.

9. KIRBY ROAD EXTENSION BETWEEN BATHURST STREET AND DUFFERIN STREET CLASS ENVIRONMENTAL ASSESSMENT STUDY

The Finance, Administration and Audit Committee recommends:

- 1) That the recommendation contained in the following report of the Deputy City Manager, Public Works and the Deputy City Manager, Planning and Growth Management, dated June 5, 2019, be approved;
- 2) That the following be approved in accordance with Communication C1, Memorandum from the Deputy City Manager, Public Works and the Deputy City Manager, Planning and Growth Management dated June 3, 2019:
 1. That staff be authorized to reimburse Rizmi Holdings Limited an initial amount equivalent to 80% of the upset limit for the Kirby Road Extension Class Environmental Assessment Study pursuant to the Agreement dated November 11, 2016, as amended by the Amending Agreement dated April 23, 2018 between the City and Rizmi Holdings Limited once the Environmental Study Report is filed, funded from Capital Project DT-7112-14 - Kirby Road Municipal Class EA;

**REPORT NO. 8 OF THE
FINANCE, ADMINISTRATION AND AUDIT COMMITTEE
FOR CONSIDERATION BY COUNCIL, JUNE 12, 2019**

2. That staff review the submission and request from Rizmi Holdings Limited to be reimbursed for the additional costs associated with completing the Kirby Road Extension Class Environmental Assessment Study and report back to Council once the Kirby Road Extension Class Environmental Assessment Study has received final approval by the Ministry of Environment Conservation and Parks; and
 3. That the Mayor and the City Clerk be authorized to enter into a second amending agreement to amend the Agreement dated November 11, 2016, as amended by the Amending Agreement dated April 23, 2018, between Rizmi Holdings Limited and the City, in accordance with this Memorandum from the Deputy City Manager, Public Works and Deputy City Manager, Planning and Growth Management, in a form satisfactory to Legal Services; and
- 3) That the deputation by Mr. Robert A. Kenedy, MacKenzie Ridge Ratepayers' Association, Georgia Crescent, Maple, be received.

Recommendations

1. That Council direct staff to continue to proceed jointly as co-proponents with Rizmi Holdings Limited to issue the Notice of Study Completion and file the Kirby Road Extension between Bathurst Street to Dufferin Street Environmental Study Report, once finalized to the satisfaction of the City and in accordance with the agreement between the City and Rizmi Holdings Limited, as amended;
2. That a new 2019 Capital project be created in the amount of \$3,100,000, funded from City-wide Engineering Development Charges Reserve Fund, to initiate detailed design and preliminary engineering, including a three-year Project Manager position within the Infrastructure Delivery Department to commence the design phase of the project in 2019;
3. That the inclusion of this matter on a Public Committee or Council agenda with respect to amending the Capital Budget identified as "Kirby Road Extension between Bathurst Street and Dufferin Street" is deemed sufficient notice pursuant to Section 2(1)(c) of By-Law 394-020 as amended;
4. That this report be forwarded to the Citizen Liaison Committee including representatives from the Mackenzie Ridge Ratepayers Association, Maplewood Ravines Ratepayers Association and

**REPORT NO. 8 OF THE
FINANCE, ADMINISTRATION AND AUDIT COMMITTEE
FOR CONSIDERATION BY COUNCIL, JUNE 12, 2019**

resident members at large from the City of Vaughan and Richmond Hill and the Vaughan Chamber of Commerce; and

5. That this report be forwarded to York Region, York Region Transit, City of Richmond Hill, Toronto and Region Conservation Authority, Ministry of Environment Conservation and Parks, Ministry of Natural Resources and Forestry and the Ministry of Municipal Affairs and Housing.

The meeting adjourned at 4:32 p.m.

Respectfully submitted,

Councillor Alan Shefman, Chair