

**STATUS**

Council Approved

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CAO Approved:

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TITLE: Reserve and Reserve Fund Policy**NO.:****Approval Date:****Latest Revision Date:****POLICY STATEMENT:**

A policy governing the use and management of reserves and reserve funds.

APPLICATION:

All Regional employees who are responsible for the creation, control, administration and management of the Corporation's reserve and reserve funds.

PURPOSE:

This policy establishes the objectives for reserves and reserve funds, standard of care, as well as it delineates the responsibilities for their management and administration.

DEFINITIONS:

Corporation: Refers to the Corporation of the Regional Municipality of York, its Boards and Subsidiaries.

Debt: Any obligation for the payment of money. For Ontario municipalities, debt would normally consist of debentures as well as either notes or cash from financial institutions, but could also include loans from reserves.

Development Charges: Fees against land to pay in full or in part on the increased capital costs required because of increased needs for municipal services arising from development of the area in which the land is located.

Discretionary Reserve Funds: Discretionary reserve funds are established whenever a municipal council, local board and other entity wishes to earmark revenues to finance a future expenditure for which it has the authority to spend money, and physically set aside a certain portion of any year's revenues so that the funds are available as required.

GFOA: Refers to the Government Finance Officer's Association of America, a professional association of state, provincial and local finance officers in the United States and Canada dedicated to the sound management of financial resources.

MFOA:	Refers to Municipal Finance Officer's Association of Ontario, a professional association which promotes the interests of its members in carrying out their statutory and financial responsibilities by initiating studies and sponsoring seminars to review, discuss and develop positions on important policy and financial management issues.
PSAB:	Refers to the Public Sector Accounting Board, an independent board with the authority to set accounting standards for the public sector.
Reserve:	An appropriation from net revenue at the discretion of Council, after the provision for all known expenditures. It has no reference to any specific asset and does not require the physical segregation of money or assets as in the case of a reserve fund. Although a reserve cannot have a revenue or an expense of itself, a municipality may by by-law provide earnings derived from the investment of a reserve to form part of that reserve.
Revolving Reserves:	Reserves used to fund normal course operating requirements or cash flow deficiencies that do not require Council approval provided they conform with intent of originating by-law.
Reserve Fund:	Funds that have been set aside either by a by-law of the municipality or by a requirement of provincial legislation to meet a future event. As a result, reserve funds are either "discretionary" being those set up by Council or "statutory" being those set up by virtue of a requirement of provincial statute. Municipal councils may set up reserve funds for any purpose for which they have the authority to spend money.
Sinking Fund:	A municipality which has sinking fund or retirement fund debentures outstanding is required to accumulate money in a reserve fund that will be sufficient to retire those debentures at maturity.
Statutory Reserve Funds:	A reserve fund created when required by statute that revenue received for special purposes be segregated from the general revenues of the municipality. (Refer to Appendix A for a list of current statutory reserve funds.)

DESCRIPTION:**1) PREAMBLE**

Reserves and reserve funds are key elements of the Corporation's long-term fiscal planning strategy. This has been previously recognized in the Financial Mission Statement that was adopted by Council in 1999 including the following Financial Principle which specifically addresses the use of reserves and reserve funds:

"Adequate reserves will be maintained to:

- 1. Replace and rehabilitate major capital infrastructure assets as required;*
- 2. Provide a buffer for significant unanticipated expenditures beyond the control of the Region; and*
- 3. Supply funds for new major capital assets identified in the long-term corporate strategy."*

As a result, this Policy's philosophy is to promote fiscal prudence, particularly as identified in the Financial Principles through the creation and management of reserves, as well as to achieve a best practice for reserving among municipal governments.

This Policy also acknowledges that reserves have a direct impact on the credit rating awarded by the Bond Rating Agencies and therefore, the Corporation's long-term cost of financing.

2) OBJECTIVES OF RESERVE AND RESERVE FUNDS

The primary objectives for reserves and reserve funds shall be in priority order:

- Adherence to statutory requirements;
- Promotion of financial stability and flexibility; and
- Provision for major capital expenditures.

a) Adherence to Statutory Requirements

It shall be the Corporation's practice to establish and maintain segregated funds and/or reserves that meet all statutory obligations. Appendix A identifies the current statutory reserve funds as well as reference to their applicable legislation.

All reserves and reserve funds will be managed in accordance with provincial legislation. Included in the *Municipal Act* are the following requirements:

- Section 417 (4) that money raised for a reserve fund shall be paid into a special account and shall be invested only in securities or classes of securities prescribed;
- Section 418 (3), as allowed by the Corporation, shall combine money held in any fund (including General, Capital and Reserves and Reserve Funds) for investment purposes; and
- Section 418 (4) that earnings from combined investments shall be credited to each segregated fund in proportion to the amount invested in it.

Furthermore, it will be the Corporation's practice to establish all reserves and reserve funds by by-law and that all appropriations be approved by Council either through the annual budget or by specific resolution or by by-law. Notwithstanding, revolving reserves such as working capital, insurance and employee benefits may be used at any time for the purpose approved by Council.

b) Promotion of Financial Stability and Flexibility

It will be the Corporation's practice to maintain adequate non-capital reserves to achieve long-term financial stability and flexibility.

To meet these objectives, the following types of funds will be established and adequately funded:

- Reserves for known and recurring material cash flow deficiencies (eg. working capital);
- Reserves for large or lumpy periodic or one time payments (eg. innovation);
- Reserves for long-term contingencies (eg. sick leave);
- Reserves for potential liabilities; and
- Reserves for unanticipated expenditures (eg. tax stabilization).

Appendix B identifies the current reserves and reserve funds established for financial stability and flexibility.

The Corporation will strive to maintain reserves and reserve funds at levels that are at least comparable to those held by similarly rated municipalities with comparable responsibilities and/or levels that meet established best practices among municipalities.

c) Provision for Major Capital Expenditures

It will be the Corporation's practice to maintain adequate reserves to replace and rehabilitate major capital assets, as required, and to provide for new capital assets that have been identified in the long-term corporate strategy.

To achieve this, the following principles will apply where practicable:

- Reserves for the full cost of replacement or rehabilitation of major assets will be funded from ongoing operations at a rate which reflects the consumption of that asset by current ratepayers. Contributions to this reserve will commence in the fiscal year that the asset is acquired or put in service and will be based on a 50 year need horizon;
- Where the total cost is material, the purchase of minor assets which must be replaced on an ongoing basis (e.g. computers, furniture, vehicles) will be made from a reserve maintained at a three to five year rolling average (based on the asset's useful life) of the anticipated expenditure requirements and funded from operations; and

Reserves will be maintained for growth related capital projects that will be fully funded from developer contributions. That component of the growth related project which benefits the existing ratepayers or for which a discount has been given, shall be funded from tax/rates in the year the project is built. Notwithstanding, debt may be issued for growth projects when required in accordance with the Capital Financing and Debt Policy.

Appendix C identifies the current reserves and reserve funds established for major capital expenditures.

STANDARD OF CARE

Reserves and reserve funds are important assets of the Corporation for which a high standard of care will be maintained.

a) DELEGATION OF AUTHORITY

The Commissioner of Finance will retain the overall authority for establishing and managing reserves and reserve funds.

Notwithstanding, the Commissioner of Finance may delegate to the Director of Policy, Risk and Treasury and/or designate the authority to establish policy and oversight with respect to reserves and reserve funds as well as to determine the need for new and the financial adequacy of existing reserves and reserve funds.

Furthermore, The Commissioner may delegate to the Director of Business Planning and Budgets and/or designate the authority to determine funding sources for reserves and reserve funds and to project the impact of reserves and reserve funds as they relate to the long-term business and capital plan.

b) MANAGEMENT OF RESERVES AND RESERVE FUNDS

It is the Corporation's policy to use best practices among municipalities to manage its reserves and reserve funds. These practices will include:

i) Establishing a Reserve or Reserve Fund:

Prior to establishing a new reserve or reserve fund, a financial plan will be prepared which identifies need, target funding level (if applicable), contribution sources and projected disbursements (when practicable) to meet planned future obligations.

ii) Reserve Funding Targets

A target funding level will normally be established for every reserve or reserve fund at the time that it is created. Notwithstanding, this target will be reviewed annually by staff to ensure its adequacy and where necessary, a periodic review by third party consultants will be obtained.

Methodologies for calculating targets are specific to each reserve or reserve fund, however consideration will be given to the following:

- Purpose of fund, ie. operating or capital;

- Certainty of end needs ie. for contingent liability or long-term asset replacement;
- Economic factors (inflation, interest rates, cyclical pressures);
- Industry/Government/Accounting standards (GFOA, MFOA, PSAB etc.)
- Multi-year forecast of contribution and projected usage.

A financial plan forecasting reserve and reserve fund balances and a comparison to target objectives shall be prepared annually based on the most current information available.

iii) Investment of Reserves and Reserve Funds

Reserves and reserve funds may be invested for a term that will not exceed its expected date of need. The related investment income will be credited monthly to the specific reserve or reserve fund according to its proportionate share of the investment portfolio and based on the weighted average return for realized income during the month. Investments shall be further governed by the Corporation's Investment Policy.

iv) Contributions to/withdrawals from Reserves and Reserve Fund

All contributions to and/or withdrawals from reserves and reserve funds shall be approved by Council, normally as part of the annual budget approval process or specifically by resolution with the following exceptions:

- Direct contribution to reserve and reserve fund such as development charge contributions or settlement in account of prior year events;
- Transfers that are the direct result of pre-approved surplus management program;
- Transfers of funds between reserve cost centres for reserve restructure which in the opinion of the Commissioner of Finance have not changed the purpose for which the funds were intended;
- Use of "revolving" reserves for the purpose approved by Council.

All contributions to and/or withdrawals from reserve and reserve funds will be clearly identified and segregated within the Corporation's accounting system and accounted for by either an entry to or from an operating cost centre or a capital project.

Funding strategies developed for reserves and reserve funds will take into account fairness to current and future tax/rate payers.

v) Lending/Transferring of Reserves and Reserve Funds for Other Purposes

Use for Other Purposes

If required, Council may by by-law provide that the money raised from a reserve fund be spent, pledged or applied to a purpose other than that for which it was established.

Internal Loans/Transfers

Intra-fund lending from reserves and reserve funds is permitted to temporarily finance capital fund expenditures or operating cash flow deficiencies to avoid external temporary borrowing cost provided that all loans/transfers bear market rates of return and that interest income is credited to the original reserves.

External Loans

External loans may be made at the discretion of Council under Section 107 of the *Municipal Act* to any person, group or body for any purpose considered to be in the best interests of the municipality. However, prior to recommending such a loan to Council, staff will consider the following:

- Purpose of loan/benefit to be derived must be a public agency or group;
- Term of loan not to exceed five years;
- Appropriate security is provided to protect the interests of the Corporation;
- A financial profile of borrower;
- If adequate reserves are available for term of loan.

All loans will be provided from non-restricted reserves such as the Working Capital Reserve or the General Capital Reserve as direct loan investment of reserve funds is prohibited under provincial legislation. External loans must bear market rates of return, commensurate with the term of loan and be credited to the appropriate reserve source.

c) REPORTING REQUIREMENTS

The Commissioner of Finance will prepare the following reports:

Annual Status Report

An annual reserve report summarizing the current general status of the Corporation's reserves and reserve funds.

Annual Audited Financial Statements

Shall include a statement of financial position, financial activities and changes in fund balances for all reserves and reserve funds and as well, separately for outstanding sinking funds.

10-year Forecast Report

A report will be prepared annually identifying a 10-year reserve forecast of all reserves and reserve funds based on the 10-year Capital Plan and any other relevant information.

Periodic Adequacy Review of Report

Periodically a comprehensive review of the reserves and reserve funds will be made to determine if balances are adequate or the need for particular reserve or reserve funds shall exist or if new reserves or reserve funds are required.

Annual Budget and Business Plan

Contributions to and budget appropriations from reserves and reserve funds will normally be approved by Council as part of the annual Business Plan and Budget or specifically by resolution with the exception of those instances noted above.

d) RESPONSIBILITIES

The Commissioner of Finance has overall responsibility for the management of reserves and reserve funds.

Notwithstanding; responsibilities will be carried out by reporting Directors as follows:

Director of Policy Risk and Treasury and/or designate:

- Determines need for reserves and reserve funds for operating and capital operation;
- Sets targets for various reserves and reserve funds where appropriate;
- Ensures a review and report to Council of the adequacy and continuing need for reserves and reserve funds is undertaken when deemed necessary;
- Develops appropriate strategies, procedures and processes for the investment of reserves and reserve funds.
- Prepares required reports to Council on any loan or advance to any agencies or boards where the source for such loans or advances is from a reserve or reserve fund;
- Develops long range fiscal planning strategy to effectively meet the Corporations Capital financing and capital asset replacement requirements.

Director of Business Planning and Budgets and/or designate:

- Ensures the appropriate allowances, contributions and/or appropriations are accounted for in the Corporation's Annual Budget and Business Plan relating to the financial requirements of the reserves and reserve funds;
- Arranges for the preparation and presentations of required reports and/or by-laws for the creation or termination of any new or obsolete reserve or reserve fund;
- Develops long range fiscal planning strategy to effectively meet the Corporations Capital financing and capital asset replacement requirements.

Director of Financial Services:

- Monitors and reconciles all receipts to and disbursements from reserve and reserve fund accounts to ensure compliance with provincial regulations, PSAB and Reserve Policy;
- Ensures all Financial Statement reporting requirements set out in Section (c) of this Policy are met.

CONTACT:

Manager, Treasury and Reserves, Policy, Risk and Treasury Branch, Finance Department

APPROVAL INFORMATION

CAO Approval Date:

Committee:

Clause

Report No:

Council Approval:

Minute No. Page:

REGION OF YORK
STATUTORY RESERVE AND RESERVE FUNDS

RESERVE FUND	REFERENCE LEGISLATION
Development Charges Reserve Fund	Development Charges Act 1997
Sinking Fund	Municipal Act 2001
WSIB Reserve Fund	Workers Safety and Insurance Act 1997

REGION OF YORK
RESERVES AND RESERVE FUNDS FOR STABILITY AND FLEXIBILITY

Child Benefit	1998	A-0255-1998-107	To fund the Child Care Fee Assistance program and other community programs that help to reduce child poverty and promote employment in accordance with direction from the provincial government.	Annual appropriations made by Council and Social Assistance cost reductions resulting from the federal National Child Benefit program.
Computer Software Acquisition	2005	A-0370-2005-100	Created to fund the purchase of computer software.	Savings achieved by discontinuing Software Assurance on the Microsoft Office suite. Allocation from such sources of revenue may be determined by Regional Council.
Federal Gas Tax	2005		To fund capital projects in the categories of public transit, water, wastewater, solid waste or community energy systems.	Funding provided by the Government of Canada under the agreement signed with the Government of Ontario and the Association of Municipalities of Ontario (AMO, who calculates the allocation for each municipality other than Toronto).
Group Benefits		A-228-97-101	To pay, through Sun Life Assurance Company, all claims submitted by employees for extended health, drugs, and dental expenses, as well as the administrative fee for that service. The Group Benefits Reserve was established when the Region converted from a premium based employee benefit plan to an Administrative Services Only (ASO) plan.	Funded by budget allocations to the departmental operating budgets, which are based on experience and forecasts provided by the Region's benefit consultant, Buffett Taylor.
GTA Crime Abatement Unit	1998	A-0261-1999-001	To fund the Region's share of expenditures for the activities of the Greater Toronto Area Crime Abatement Unit.	York Regional Police set aside this one-time funding from its 1998 Investigative Expense Account.

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RESERVES AND RESERVE FUNDS FOR STABILITY AND FLEXIBILITY

Innovation	2002	A-0316-2002-099	Created to provide revolving funding for projects that will result in more efficient systems and/or ongoing operational savings.	Appropriations made from time to time from the operating budget. Allocation from such sources of revenue as may be determined by Regional Council (among them, budgeted repayments of the revolving funds lent; repayment period cannot exceed 5 years). One time \$3 million transfer from the WSIB Reserve Fund in 2002.
Long Term Disability	2002	A-0312-2002-070	To accumulate funds to pay for all long term disability benefits (self-insurance) and associated administration expenses.	Appropriations made from time to time from the current estimates of the Regional Corporation, including an amount equal to the current annual premium that otherwise would have been paid to an insurance carrier (starting October 2002)
Non-Profit Housing Capital Repairs and Maintenance	2002	A-0317-2002-100	Created to offset the Region's potential exposure to under-funded capital expenditures of non-profit housing providers.	Appropriations made from time to time from the operating budget. Allocation from such sources of revenue as may be determined by Regional Council.
OMERS	1995		Represents a portion of the employer's share of surplus funds in the OMERS supplementary pension plan for Police. Some of these funds were used between 1993 and 1996 to offset the Social Contract obligations of the York Regional Police.	Interest earned on the employer's share of surplus funds received from OMERS associated with Type 3 contributions have been set aside in this Reserve.
Property Tax Write-off	2000	A-0282-2000-097	To fund the property tax write-offs and tax rebates on vacant commercial and industrial properties.	Appropriations made from time to time from the operating budget. Supplementary tax receipts. Allocation from such sources of revenue as may be determined by Regional Council.

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RESERVES AND RESERVE FUNDS FOR STABILITY AND FLEXIBILITY

Provincial Gas Tax	2004	A-0357-2004-102	Created to deposit gas tax transfers from the Province of Ontario. These monies must be used to fund the expansion of public transportation infrastructure and levels of service in the Region.	Funding provided by the Province of Ontario from time to time under its Dedicated Gas Tax Funds for Public Transportation Program. Allocation from such sources of revenue as may be determined by Regional Council.
Seized Monies	1999		Monies seized by York Regional Police as a result of criminal activities and monies which have been found and turned into the Police are held in trust for return to its rightful owner.	If the seized and/or found monies remain unclaimed, they are set aside in this Reserve.
Sick Leave (Police Staff)	1999	There is no by-law for this reserve.	To provide for the liability related to Police employees' accumulated unused sick leave.	Funded by annual allocations from the York Regional Police operating budget.
Sick Leave (Regional Staff)	1982	A-231-97-104	To provide for the liability related to regional employees' accumulated unused sick leave. Under the historical employee sick leave plan, unused sick leave could accumulate and employees were entitled to a cash payment of fifty percent of the amount accumulated up to a maximum of six months salary when they left the Region's employ.	Historically, a surcharge of 1% of payroll had been allocated to departmental operating budgets to fund this reserve.
Social Assistance	1998	A-0259-1998-130	To fund unanticipated costs which occur subsequent to the finalization of the Regional budget, resulting from case load increases and/or the GTA pooling of social assistance costs.	Appropriations made from time to time from the operating budget. Allocation from such sources of revenue as may be determined by Regional Council. 80% of the unspent tax levy budgeted for Social Assistance program entitlements and GTA pooling costs.

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Tax Stabilization	2002	A-0315-2002-098	To fund temporary revenue shortfalls and unpredictable one time expenditures.	Appropriations made from time to time from the operating budget. Allocation from such sources of revenue as may be determined by Regional Council. An amount not exceeding 50% of any unallocated year-end surplus.
Vacation Pay	1991	A-229-97-102	To finance lump sum vacation payouts for terminating employees when the Region assumed the responsibility for the operation of Greenacres Homes for the Aged from Metro Toronto.	Funded by one-time transfer of monies from the City of Toronto with respect to Greenacres Homes for the Aged and an additional \$300,000 provision from the 1993 Regional budget.
Working Capital	1997	A-227-97-100	To fund the day-to-day operations of the corporation and provide the ability to meet current liabilities prior to the receipt of tax levies from local municipalities and other revenues.	Appropriations made from time to time from the operating budget. Allocation from such sources of revenue as may be determined by Regional Council. 20% of any surplus with respect to LSR billings for Social Housing and Social Assistance is contributed to this reserve.
Workers' Compensation (WSIB)	1996	A-196-96-58	To self-fund Workers' Compensation claims as a Schedule 2 employer.	Funding results from a charge to operating programs based on a percentage of salary.

REGION OF YORK
RESERVES AND RESERVE FUNDS FOR MAJOR CAPITAL EXPENDITURES

Name	Year Established	By-Law	Purpose	Sources of Funding
Alternative Community Living	1997	A-237-97-110	To finance the refurbishing of and repairs to housing units occupied by the Region's ACL residents.	Funded from a transfer of stabilization funds from the Ministry of Health in 1996.
Capital Asset Repair and Rehabilitation	2000	A-0281-2000-096 and A-0321-2002-156	To fund major capital repairs or rehabilitation expenses associated with regional buildings and other capital purposes such as parking facilities and major equipment or infrastructure refurbishment.	Appropriations made from time to time from the operating budget. Allocation from such sources of revenue as may be determined by Regional Council. Funds unspent at the end of each year which were allocated for capital expenditures for major repairs and rehabilitation of Regional buildings.
Capital Reserve Fund Transportation (Roads Capital)	1998	A-247-98-69	To finance the completion in the current year of roads capital projects where contracts had been previously awarded by Council and for which funding was committed to in the prior year Budget. Provides the Region with the available financing for known liabilities related to ongoing roads capital projects, as well as the ability to tender projects prior to subsequent year budget approval when the project had already been approved in the prior budget year but had not yet commenced.	The amount of the commitment is carried forward from one budget year to the next, recognizing the timing difference between when projects were budgeted in the annual estimates and when projects were started and completed.
Capital Replacement/ Rate Stabilization– Wastewater	1991	A-239-97-112	To fund major maintenance and replacement of wastewater plants and facilities. It is also used to finance the non-growth component of new wastewater plants and facilities and has provided wastewater rate stabilization from year to year.	Funding is a result of surcharges on the wastewater user rate. In addition, any surplus in the wastewater annual operating budget has been contributed to supplement the reserve balance.
Capital Replacement/ Rate Stabilization– Water	1991	A-238-97-11	To primarily fund major maintenance and replacement of water plants and facilities. It is also used to finance the non-growth component of new water plants and facilities and has provided water rate stabilization from year to year.	Funding is a result of surcharges on the water user rate. In addition, any surplus in the water annual operating budget has been contributed to supplement the reserve balance.

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RESERVES AND RESERVE FUNDS FOR MAJOR CAPITAL EXPENDITURES

Name	Year Established	By-Law	Purpose	Sources of Funding
Development Charges	1991	DC-0004-2001-097) and DC-0005-2003-050)	To fund growth related capital projects. The Region's Development Charges Bylaws identify the future growth related infrastructure requirements that can be financed by these reserves. The prevailing Bylaws were passed in November 2001 for GO Transit purposes and in June 1998 (amended in December 1999) for other purposes (Water, Wastewater, Roads, Police, LTC, Transit, Hospitals, etc.)	Development charges are levied based on a fixed charge for each residential and multi-residential unit and as a per square foot charge for industrial and commercial properties. Developer receipts must be treated in a manner prescribed by the Development Charges Act. Subsection 16(1) of this Act contains strict legislative direction that moneys received as development charges must be maintained in a separate reserve and may only be used to meet the growth related capital costs for which the development charge was imposed.
Equipment Replacement (IT)	1993	A-232-97-105	To fund the cost of maintenance, repair and replacement of computer and other operating equipment.	Appropriations made from time to time from the operating budget. Allocation from such sources of revenue as may be determined by Regional Council.
General Capital	1995	A-233-97-106	To Fund unspecified non-recurring capital expenditures.	Funded from the surplus from operations, if any, at year end after all other accruals and reserve allocations.

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RESERVES AND RESERVE FUNDS FOR MAJOR CAPITAL EXPENDITURES

Name	Year Established	By-Law	Purpose	Sources of Funding
Land Securement	2001	A-0296-2001-091	To provide for the costs of land securement related to the Regional Greenlands Property Securement Strategy.	Appropriations made from time to time from the operating budget. Allocation from such sources of revenue as may be determined by Regional Council. Funds unspent at the end of each year which were allocated for land securement purposes in connection with the Regional Greenlands Property Securement Strategy.
Social Housing	1998	A-060-1998-131	To fund future capital expenditures associated with social housing units within York Region.	Appropriations made from time to time from the operating budget. Allocation from such sources of revenue as may be determined by Regional Council. 80% of the unspent tax levy budgeted for Social Housing Programs.
Solid Waste Management	1993	A-230-97-103	To fund future infrastructure requirements for solid waste processing and waste transfer facilities.	Initially funded from royalties paid by the City of Toronto related to the Keele Valley facility. Currently financed by funds received from Waste Diversion Ontario (the amounts received are mainly calculated as a percentage of the costs of recycling.)
Transit	1999	A-0265-1999-091	To fund capital expenditures for Regional and GO Transit.	Initially funded with approximately \$4.4 million of tax levy savings as a result of lower than budgeted GO Transit costs in the 1998 Local Services Realignment invoices. Savings in 1999 of approximately \$850,000 was also credited to this reserve fund.

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RESERVES AND RESERVE FUNDS FOR MAJOR CAPITAL EXPENDITURES

Name	Year Established	By-Law	Purpose	Sources of Funding
Reserve Fund for Markham Road (Y.R. 68) (Provincial Highways 48, 27, 47 & 50)	1996	A-217-96-150	To fund operating and maintenance costs for that portion of Highway 48 which was transferred to the Region from the Province. Established concurrent with the Region's assumption of Highway 48 from the Province. These funds cannot be used for growth related expenditures.	One-time Provincial funding received as a condition of transfer of Highway 48 has been set aside in this reserve.
Vehicle Replacement	1997	A-236-97-109	To purchase replacement vehicles/equipment for the Regional Fleet.	Funded through an internal usage charge to Transportation and Works operating programs.
York Region Transit Mobility Plus Service Vehicle	2002	A-0308-2002-059	To accumulate funds to facilitate the purchase of new vehicles for the Mobility Plus service.	Lease payments made by private contractors for the use of York Region Transit owned Mobility Plus vehicles Appropriations made from time to time from the current estimates of the Regional Corporation. The allocation from such sources of revenue as may be determined by Regional Council (i.e. receipt of charitable donations, etc.)