## RECOMMENDED DISCRETIONARY DEVELOPMENT CHARGES EXEMPTION POLICIES

Discretionary DC Exemption	Current Policy	Recommendation	Recommended Policy
Downtown CIPA	Downtown Community Improvement Project Area (CIPA) - 40% DC discount except for office development 70%	Modify	<ul> <li>Remove DC exemption of 40% for residential development</li> <li>Maintain 40% CIPA exemption for all non-residential development (standalone and mixed-use) and 70% CIPA exemption for standalone major office developments (Class A) greater than 20,000 sq. ft. gross floor area</li> </ul>
Industrial Reduced Rate	City-wide 37% discount of the current industrial DC rate - applicable for industrial developments	Modify	<ul> <li>Remove reduced rate exemption (37% reduction) for industrial development</li> <li>Maintain discount for Production and Artist Studios</li> </ul>
Industrial Building Expansion (Detached)	No DCs on new industrial buildings on the same lot as an existing building(s), up to 50% of the combined gross floor area of the existing building	Remove	Remove industrial expansion (detached) DC exemption for all City-wide industrial developments
Downtown Public Art	In Downtown CIPA, 10% of DCs can be repurposed to contribute to the Public Art Reserve	Remove	Remove DC exemption - similar benefit through new Community Benefits Charge (CBC)
Heritage Building	City-wide 100% DC exemption for adaptive reuse of a Protected Heritage Property	Keep with no change	

## RECOMMENDED DISCRETIONARY DEVELOPMENT CHARGES EXEMPTION POLICIES Discretionary DC Exemption **Current Policy** Recommendation **Recommended Policy** Redevelopment City-wide 50% DC Keep with no change for Residential exemption provided for **Facility** redevelopment of an existing residential development for the purpose of creating residential facilities within existing building envelope Stepped The rates for new Keep with no change Non-Industrial non-industrial Rates developments (excluding medical clinic) within a CIPA or BIA is phased as follows: • 1st 5,000 square feet: 50% of charge • 2nd 5,000 square feet: 75% of charge 10,000+ square feet: 100% of charge Initial 5,000 sq. ft. of gross Non-Industrial Keep with no change floor area of a Expansion non-industrial building expansion (medical clinic excluded) is DC exempt (City-wide) Agricultural Use 100% DC exemption for Keep with no change bona fide farming / agriculture uses Place of Worship 100% DC exemption (must Keep with no change be exempted from property taxes) Transition Policy Honour the previous DC Keep with no change rates if the permit is issued within six (6) months of the rate increase