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By-law Adopted for the Harmonization of the Contribution for Parks for All Montréal's Boroughs

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On June 13, 2017, the Municipal Council of the City of Montréal (City) adopted the *By-law concerning the transfer for the purposes of establishing, maintaining and improving parks and playgrounds, and preserving natural areas on the territory of the City of Montréal* [our translation] (the "By-law"). The purpose of the By-law is to harmonize the regulations respecting the contribution for parks (commonly referred to as the "park tax") in all of the City's boroughs. We refer you to our <u>May 4, 2017 publication</u> which describes the main aspects of the new regime.

Three noteworthy aspects have emerged from the By-law:

- The By-law will come into force after a 12-month transition period following publication of a notice in the newspapers over the next few days. The existing by-laws of the 19 City's boroughs will continue to apply during the transition period.
- Dwellings comprising three or more bedrooms will be excluded from the method of calculating the park tax payable for the issuance
 of a building permit for a redevelopment project.
- Under the By-law, landowners will continue to bear the burden of proving payments and land transfers by their predecessors in order to benefit from total or partial exemption from the contribution.

The Urban Development Institute of Québec and other key players in the real estate industry have recommended that the City set up a public register of the payments and transfers made as contributions for parks. A recommendation to this effect is also contained in the consultation report (recommendation 6) of the City's Standing Committee on Economic and Urban Development and Housing.

We have learned that the City has commissioned a study to analyze the impact of these measures on downtown Montréal before they come into force.

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