

Municipal Operating Grant Program Background

The Municipal Operating Grant program replaces the former revenue sharing formula.

In 2009-10 the Municipal Operating Grant program will distribute \$167.4M to municipalities. This is the equivalent of 90 per cent of one point of PST (from 2007-08 *Public Accounts*), after subtracting the Liquor Consumption Tax component.

In 2010-11 and subsequent years, the equivalent of 100 per cent of one point of PST will be provided, as reported in the most recent version of *Public Accounts* – for clarity, the 2010-11 operating grants will be based on PST as reported in 2008-09 *Public Accounts*, after subtracting the Liquor Consumption Tax component.

This year's funding represents a \$32.3M or 24 per cent increase in municipal operating grants as part of a two-year plan, which meets the government's commitment to develop a long-term revenue sharing plan one year earlier than promised.

- Cities - \$77M
- Rural - \$48.5M
- Towns and Villages - \$30.1M
- Northern - \$11.7M

Cities – 2009-10 Municipal Operating Grants (approx.)

Estevan	\$1.457 M
Humboldt	\$722 K
Lloydminster	\$1.173 M
Melfort	\$750 K
Melville	\$599 K
Moose Jaw	\$4.642 M
North Battleford	\$1.905 M
Prince Albert	\$4.932 M
Regina	\$25.894 M
Saskatoon	\$29.230 M
Swift Current	\$2.158 M
Weyburn	\$1.363 M
Yorkton	\$2.172 M