

## 2020-21 Expense Highlight

# Provincial Municipal Support

- The 2020-21 Budget provides \$571.3M of direct provincial support to municipalities. This represents an increase of \$136.5M or 31.4 per cent due to increased municipal revenue sharing (\$26.5M) and the introduction of the Municipal Economic Enhancement Program 2020 (\$150M), partially offset by, fall-off in federal cost-shared infrastructure programs.
- Provincial Municipal Supports have increased by \$350.4M or 158.6 per cent from 2007-08. This is mostly due to a \$151.5M increase in municipal revenue sharing over that period and the recent introduction of the \$150M Municipal Economic Enhancement Program 2020.

Provincial Municipal Supports				
Program	Ministry	2019-20** Budget (\$000's)	2020-21 Budget (\$000's)	Change from 2019-20 (\$000's)
<b>Revenue Sharing</b>				
Urban Revenue Sharing	GR	161,297	178,260	16,963
Rural Revenue Sharing	GR	71,715	79,257	7,542
Northern Revenue Sharing	GR	18,621	20,579	1,958
<b>Subtotal</b>		<b>251,633</b>	<b>278,096</b>	<b>26,463</b>
<b>Infrastructure Funding</b>				
Municipal Economic Enhancement Program	GR	-	150,000	150,000
New Building Canada Fund*	GR	89,376	36,704	(52,672)
Investing in Canada Infrastructure Program*	GR	25,000	23,662	(1,338)
Clean Water and Wastewater Fund*	GR	1,624	199	(1,425)
Rural Integrated Roads for Growth	HI	14,000	28,000	14,000
Urban Connectors	HI	6,655	7,327	672
Community Airports Partnership Program	HI	700	1,500	800
<b>Subtotal</b>		<b>137,355</b>	<b>247,392</b>	<b>110,037</b>
<b>Other Funding</b>				
Police Grants	CP	18,722	18,783	61
Provincial Library	EDU	11,218	11,218	-
GIL of Property Taxes (Municipal)	GR	8,048	8,449	401
Transit Assistance for People with Disabilities	GR	3,787	3,787	-
GIL of Property Taxes (Libraries)	GR	513	527	14
Provincial Municipal Support	GR	496	-	(496)
Discount Bus Pass Program	SS	1,640	1,640	-
Strategic Partnership Program	HI	1,390	1,390	-
<b>Subtotal</b>		<b>45,814</b>	<b>45,794</b>	<b>(20)</b>
<b>TOTAL PROVINCIAL FUNDING</b>		<b>434,802</b>	<b>571,282</b>	<b>136,480</b>
<b>% Change Over Prior Year</b>				<b>31.4</b>

\*This funding includes only provincial funding to municipalities. It does not include the federal funding that flows through the Ministry of Government Relations to municipalities.

\*\*Amounts have been refined based on best information available.

### **Revenue Sharing**

- The 2020-21 Budget includes \$278.1M for Municipal Revenue Sharing (MRS), an increase of \$26.5M or 10.5 per cent from the 2019-20 Budget.
- MRS equals 0.75 of one point of Provincial Sales Tax revenue from 2018-19.
- Total funding will be allocated as follows:
  - \$178.3M, an increase of \$17.0M, to urban municipalities;
  - \$79.3M, an increase of \$7.5M, to rural municipalities; and,
  - \$20.6M, an increase of \$2.0M, to northern municipalities.
- This is an increase of \$151.5M or 119 per cent from 2007-08 Budget.

### **Infrastructure Funding**

- The 2020-21 Budget includes \$247.4M in provincial support for municipal infrastructure, an increase of \$110.0M or 80.1 per cent from the 2019-20 Budget due to the introduction of the new Municipal Economic Enhancement Program (\$150M), partially offset by, fall-off in federal cost-shared infrastructure programs:
  - \$150M for the Municipal Economic Enhancement Program (Government Relations);
  - \$36.7M for the provincial portion of the New Building Canada Fund; the total amount including the federal portion is \$45.0M (Government Relations);
  - \$23.7M for the provincial portion of the Investing in Canada Infrastructure Program; the total amount including the federal portion is \$56.0M (Government Relations);
  - \$0.2M for the provincial portion of the Clean Water and Wastewater Fund; the total amount including the federal portion is \$0.6M (Government Relations);
  - \$28.0M for the Rural Integrated Roads for Growth Program (Highways and Infrastructure);
  - \$7.3M for the Urban Connector Program (Highways and Infrastructure); and,
  - \$1.5M for the Community Airports Partnership Program (Highways).

### **Other Funding**

- The 2020-21 Budget includes \$45.8M in other funding for municipalities, a decrease of \$20K or 0.0 per cent from the 2019-20 Budget. Funding consists of:
  - \$18.8M in policing grants (Corrections and Policing);
  - \$11.2M grant to provincial libraries (Education);
  - \$9.0M for Grants in Lieu of Taxes to municipalities and libraries (Government Relations);
  - \$3.8M for the Transit Assistance for People with Disabilities Program (Government Relations);
  - \$1.6M for the Discount Bus Pass Program used by individuals and families who access SAP, SAID, TEA, SES, and Provincial Training Allowance (Social Services); and,
  - \$1.4M for the Strategic Partnership Program (Highways and Infrastructure).