

# 2021-22 Expense Highlight

## Provincial Municipal Support

- The 2021-22 Budget provides \$465.2M of direct provincial support to municipalities, a decrease of \$101.9M or 18.0 per cent, primarily as a result of fall-off from the one-time Municipal Economic Enhancement Program (\$150M), offset partially by increases in federally cost shared infrastructure programs.
- Excluding this one-year program, the year over year change would be a \$48.1M or 11.5 per cent increase.

| Provincial Municipal Supports                   |          |                           |                         |                              |
|---|----------|---------------------------|-------------------------|------------------------------|
| Program   | Ministry | 2020-21 Budget** (\$000s) | 2021-22 Budget (\$000s) | Change From 2020-21 (\$000s) |
| <b>Revenue Sharing</b>                          |          |                           |                         |                              |
| Urban Revenue Sharing                           | GR       | 178,260                   | 176,743                 | (1,517)                      |
| Rural Revenue Sharing                           | GR       | 79,257                    | 78,583                  | (674)                        |
| Northern Revenue Sharing                        | GR       | 20,579                    | 20,404                  | (175)                        |
| <b>Subtotal</b>                                 |          | <b>278,096</b>            | <b>275,730</b>          | <b>(2,366)</b>               |
| <b>Infrastructure Funding</b>                   |          |                           |                         |                              |
| Investing in Canada Infrastructure Program*     | GR       | 21,427                    | 56,321                  | 34,894                       |
| New Building Canada Fund*                       | GR       | 33,374                    | 46,931                  | 13,557                       |
| Municipal Economic Enhancement Program          | GR       | 150,000                   | -                       | (150,000)                    |
| Clean Water and Wastewater Fund*                | GR       | 150                       | -                       | (150)                        |
| Rural Integrated Roads for Growth               | HI       | 28,000                    | 28,000                  | -                            |
| Urban Highway Connector Program                 | HI       | 7,327                     | 6,627                   | (700)                        |
| Strategic Partnership Program                   | HI       | 1,390                     | 2,190                   | 800                          |
| <b>Subtotal</b>                                 |          | <b>241,668</b>            | <b>140,069</b>          | <b>(101,599)</b>             |
| <b>Other Funding</b>                            |          |                           |                         |                              |
| Police Grants                                   | CP       | 18,783                    | 19,036                  | 253                          |
| Provincial Library                              | EDU      | 11,302                    | 11,302                  | -                            |
| GIL of Property Taxes (Municipal)               | GR       | 8,449                     | 8,561                   | 112                          |
| Transit Assistance for People with Disabilities | GR       | 3,787                     | 3,787                   | -                            |
| GIL of Property Taxes (Libraries)               | GR       | 527                       | 546                     | 19                           |
| Community Rink Affordability Grant              | PCS      | -                         | 1,700                   | 1,700                        |
| Urban Parks                                     | PCS/AE   | 1,413                     | 1,413                   | -                            |
| Discount Bus Pass Program                       | SS       | 1,590                     | 1,590                   | -                            |
| Community Airports Partnership Program          | HI       | 1,500                     | 1,500                   | -                            |
| <b>Subtotal</b>                                 |          | <b>47,351</b>             | <b>49,435</b>           | <b>2,084</b>                 |
| <b>TOTAL PROVINCIAL FUNDING</b>                 |          | <b>567,115</b>            | <b>465,234</b>          | <b>(101,881)</b>             |
| <b>Per cent Change From Prior Year</b>          |          |                           |                         | <b>(18.0)</b>                |

\*This includes only provincial funding to municipalities. Federal funding that flows through the Ministry of Government Relations to municipalities is excluded.

\*\*Restated to reflect the most accurate information available

### **Revenue Sharing**

- The 2021-22 budget includes \$275.7M for Municipal Revenue Sharing (MRS), a decrease of \$2.4M or 0.9 per cent from the 2020-21 Budget.
- This is an increase of \$149.1M or 117.8 per cent from 2007-08 Budget.
- MRS equals 0.75 of one point of Provincial Sales Tax revenue from 2019-20.

### **Infrastructure Funding**

- The 2021-22 budget includes \$140.1M in provincial support for municipal infrastructure, a decrease of \$101.6M or 42.0 per cent from the 2020-21 Budget due to fall-off of the one-time Municipal Economic Enhancement Program (MEEP), offset partially by increases in New Building Canada Fund (NBCF), Investing in Canada Infrastructure Program, and Strategic Partnership Program costs:
- \$56.3M for the provincial portion of the Investing in Canada Infrastructure Program; the total amount including the federal portion is \$123.9M (Government Relations);
- \$46.9M for the provincial portion of the New Building Canada Fund; the total amount including the federal portion is \$49.7M (Government Relations);
- \$28.0M for the Rural Integrated Roads for Growth (Highways and Infrastructure);
- \$6.6M for the Urban Highway Connector Program (Highways and Infrastructure); and,
- \$2.2M for the Strategic Partnership Program (Highways and Infrastructure).

### **Other Funding**

- The 2021-22 budget includes \$49.4M in other funding for municipalities, an increase of \$2.1M or 4.4 per cent from the 2020-21 budget. Funding consists of:
- \$19.0M in policing grants (Corrections and Policing);
- \$11.3M grant to provincial Libraries (Education);
- \$9.1M 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);
- \$1.7M for the Community Rink Affordability Grant (Parks, Culture and Sport);
- \$1.6M for the Discount Bus Pass Program used by individuals and families who access SAP, SAID, SIS, SES, TEA, and Provincial Training Allowance (Social Services);
- \$1.5M for the Community Airports Partnership Program (Highways); and,
- \$1.4M grant funding for Urban Parks (Parks, Culture and Sport and Advanced Education).