



Government of Alberta Budget 2021

Post-Budget Discussion

Edmonton

City Council
March 4, 2021



Provincial Budget 2021: City Operating Budget

City of Edmonton - No Changes

- Grant in Lieu of Taxes
- Low income/Subsidized Transit Pass
- Photo Enforcement
- Education Property Tax Requisition - frozen

Partners - No Changes

- Family and Community Support Services (FCSS)
- Policing grants
- Library Services grants



Provincial Budget Impacts: Other Areas of Interest

- Affordable Housing
- Disaster recovery
- Community Facility Enhancement Program
- Stabilize Program
- Edmonton Northlands
- Conducting vote under Senate Election Act/Referendum Act
- Post secondary institutions
- Public sector compensation impacts



Provincial Budget Impacts: Province-wide COVID-19 & Economic Recovery

- COVID-19
 - COVID-19 recovery plan - \$1.11B (\$919M operating, \$193M capital grants and inventory)
 - Contingency - COVID-19 - \$1.25B
- Economic Recovery funds



Provincial Budget Impacts: Capital Budget

- Funded capital projects - funding confirmed
- Future transit funding - no commitments
- Municipal Sustainability Initiative (MSI) and new Local Government Fiscal Framework - changes
 - 25% reduction over 2021-2023
 - Extension of MSI into 2022 and 2023
 - Signals that LGFF commences in 2024



Provincial Budget Impacts: MSI

(\$000's)	2021 & 2022 Capital Budget		2023 & 2024 Capital Budget	
	2021	2022	2023	2024
Budget Year				
Alberta				
Budget 2021	1,196	485	485	722
Budget 2020	897	860	860	860
Change	299	(375)	(375)	(138)
Edmonton (Estimates)*				
Budget 2021	235	100	100	150
Budget 2020	180	185	185	185
Change	55	(85)	(85)	(35)
Decrease in 2019-2022 budget		(30)		
Decrease in 2023-2026 budget				(120)

*City of Edmonton 2022-2024 forecasts are estimated based on historical percentage allocations of provincial MSI funds to the City. These are subject to change as funding allocations are finalized by the province.



Provincial Budget Impacts: MSI - Current Cycle

- 2021 & 2022 Capital Budget - estimated reduction of \$30M
- Municipal Stimulus Program (MSP) provincial funds required to maintain current capital plan
- Negates economic stimulus effects of MSP funds
- Limits ability to leverage funds for other priorities



Provincial Budget Impacts: MSI - Next Cycle

- 2023 & 2024 Capital Budget - estimated reduction of \$120M
- Potential impact in future infrastructure renewal
- Negative impacts on economy and jobs
- Limits City's ability to match funding



Questions?



Provincial Budget Impacts: City's Partners

Item	2021 Funding	Impact
Family and Community Support Services (FCSS)	\$20M	No impact
Municipal Policing Assistance Grant (MPAG)	\$14.9M	No impact
Public Library Grant	\$5.3M	No impact



Provincial Budget Impacts: Operating Budget

Item	2021 Operating Budget	Impact
Grants in lieu of taxes	\$20M	No impact
Low income/subsidized transit passes	\$4.7M	No impact
Photo enforcement revenues	\$40.7M (60% municipal share)	No impact
Education property taxes	N/A	Frozen at 2020 levels



Provincial Budget Impacts: Capital Budget

Item	Budget Impact
Funding for existing LRT (Valley Line South East & West, Capital Line)	<ul style="list-style-type: none"> ● Confirmed - no changes ● Backloaded
50th Street/Yellowhead/Federal Gas Tax/ Greentrip	<ul style="list-style-type: none"> ● Confirmed - no changes
Future transit funding	<ul style="list-style-type: none"> ● No commitment ● Cost sharing required for Permanent Transit fund
Municipal Sustainability Initiative (MSI) Local Government Fiscal Framework (LGFF)	<ul style="list-style-type: none"> ● 25% reduction over 2021-2023 ● Extension of MSI into 2022 and 2023 ● LGFF commences in 2024



Provincial Budget Overview

