



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	
Budget Year	2021	2022		2023	2024
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 changesBackloaded
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 commitmentCost sharing required for Permanent Transit fund
Municipal Sustainability Initiative (MSI) Local Government Fiscal Framework (LGFF)	<ul style="list-style-type: none">25% reduction over 2021-2023Extension of MSI into 2022 and 2023LGFF commences in 2024



Provincial Budget Overview

