

CAO

From: MA.geptbranch@gov.ab.ca
Sent: March 4, 2020 11:34 AM
To: CAO
Subject: 2020 MSI and GTF Funding Allocations

Dear Chief Elected Officials,

In December 2019, our government passed the *Local Government Fiscal Framework Act*. The Act also includes a legislated commitment of \$2.5 billion in capital funding for the last three years of the Municipal Sustainability Initiative (MSI) program, which will then be replaced with the Local Government Fiscal Framework (LGFF) in 2022.

In keeping with this commitment, I am pleased to announce \$963 million in MSI capital funding will be made available to municipalities and Metis Settlements in 2020. Additionally, municipalities and Metis Settlements will receive \$30 million under the operating component of the MSI, for total program funding of \$993 million.

The 2020 MSI allocations are available on the program website [here](#).

I am also pleased to advise you that Alberta expects to receive \$244 million in federal funding under the Gas Tax Fund (GTF).

The 2020 GTF allocations are available on the program website [here](#).

Please note MSI and GTF program funding is subject to the Alberta Legislature's approval of Budget 2020, and individual allocations and 2020 funding are subject to ministerial authorization under the respective program guidelines. Federal GTF funding is subject to confirmation by the Government of Canada. Letters confirming MSI and GTF funding commitments are expected to be sent to local governments in April.

Now that the LGFF legislation is in place, important work on LGFF program design and formula development awaits us. I remain committed to seeking your perspectives on the new program and expect to share an engagement plan with you soon.

I look forward to continue working with you to strengthen Alberta's communities and our economy.

Sincerely,

Kaycee Madu
Minister of Municipal Affairs

cc: Chief Administrative Officers