## **INFO-24-233**



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November 18, 2024

The Right Honourable Justin Trudeau Prime Minister of Canada Office of the Prime Minister 80 Wellington Street Ottawa, ON K1A 0A2

The Honourable Doug Ford Premier of Ontario Legislative Building, Queen's Park Toronto, ON M7A 1A1 premier@ontario.ca

justin.trudeau@parl.gc.ca

Dear Prime Minister and Premier,

RE: TOWNSHIP OF KING RESOLUTION – REQUESTING THE REDISTRIBUTION OF PROVINCIAL LAND TRANSFER TAX AND GST TO MUNICIPALITIES FOR SUSTAINABLE INFRASTRUCTURE FUNDING

At its Council meeting of November 12, 2024, Council of the Township of King received and supported the following Resolution:

**Whereas** municipalities face growing infrastructure needs, including roads, bridges, public transit, water systems, and other critical services, which are essential to community well-being and economic development; and

**Whereas** the current sources of municipal revenue, including property taxes and user fees, are insufficient to meet these increasing demands for infrastructure investment; and

**Whereas** the Province of Ontario currently collects the Land Transfer Tax (LTT) on property transactions in municipalities across the province, generating significant revenue that is not directly shared with municipalities; and

**Whereas** the Federal Government collects the Goods and Services Tax (GST) on property transactions, a portion of which could be directed to municipalities to address local infrastructure needs; and

**Whereas** redistributing a portion of the Provincial Land Transfer Tax and GST to municipalities would provide a predictable and sustainable source of funding for local infrastructure projects without creating a new tax burden on residents or homebuyers; and

**Whereas** a redistribution of a portion of the existing Land Transfer Tax and GST would allow municipalities to better plan and invest in long-term infrastructure initiatives, supporting local economic growth and improving the quality of life for residents;

## Now Therefore Be It Resolved That:

 The Township of King Council formally requests the Provincial Government to consider redistributing a portion of the Land Transfer Tax collected on property transactions to municipalities; and

- 2. The Township of King Council calls on the Federal Government to allocate a percentage of the GST collected on property sales to municipalities; and
- 3. That this redistribution of the Land Transfer Tax and GST should be structured to provide predictable and sustainable funding to municipalities, allowing for better long-term planning and investment in infrastructure projects that benefit local communities, thus ensuring that local governments receive a fair share of the revenue to address critical infrastructure needs; and
- 4. That copies of this resolution be forwarded to Prime Minister Justin Trudeau, Premier Doug Ford, the Ontario Minister of Finance, the Minister of Municipal Affairs and Housing, local Members of Parliament (MPs) and Members of Provincial Parliament (MPPs); and
- 5. That copies of this resolution be forwarded to all 444 Municipalities in Ontario, the Federation of Canadian Municipalities (FCM), and the Association of Municipalities of Ontario (AMO) for their endorsement and advocacy.

Carried Unanimously.

Yours sincerely,

Denny Timm

Denny Timm Township Clerk

cc. Hon. Peter Bethlenfalvy, Ontario Minister of Finance <a href="Peter.Bethlenfalvy@pc.ola.org">Peter.Bethlenfalvy@pc.ola.org</a>
Hon. Paul Calandra, Ontario Minister of Municipal Affairs and Housing
<a href="Paul.Calandra@pc.ola.org">Paul.Calandra@pc.ola.org</a>

Anna Roberts, MP, King-Vaughan <a href="mailto:anna.roberts@parl.gc.ca">anna.roberts@parl.gc.ca</a>
Scot Davidson, MP, York-Simcoe <a href="mailto:Scot.Davidson@parl.gc.ca">Scot.Davidson@parl.gc.ca</a>
Stephen Lecce, MPP, King-Vaughan <a href="mailto:Stephen.lecce@pc.ola.org">Stephen.lecce@pc.ola.org</a>
Hon Caroline Mulroney, MPP, York-Simcoe <a href="mailto:caroline.mulroneyca@pc.ola.org">caroline.mulroneyca@pc.ola.org</a>
444 Municipalities of Ontario

The Federation of Canadian Municipalities (FCM) <a href="mailto:info@fcm.ca">info@fcm.ca</a> Association of Municipalities of Ontario <a href="mailto:amo@amo.on.ca">amo@amo.on.ca</a> Mayor Steve Pellegrini, King <a href="mailto:spellegrini@king.ca">spellegrini@king.ca</a> Councillor David Boyd, King <a href="mailto:dboyd@king.ca">dboyd@king.ca</a>