

Resolution

Justin Trudeau, Prime Minister of Canada Office of the Prime Minister 80 Wellington Street Ottawa, ON K1A 0A2 Town of Cobourg 55 King Street West, Cobourg, ON, K9A 2M2 clerk@cobourg.ca

Delivered via email

Justin.Trudeau@parl.gc.ca

December 6, 2024

RE: Request the Redistribution of the Provincial Land Transfer Tax and GST to Municipalities for Sustainable Infrastructure Funding

Please be advised that the Town of Cobourg Council, at its meeting held on November 20, 2024, passed 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 Town of Cobourg Council formally requests the Provincial Government to consider redistributing a portion of the Land Transfer Tax collected on property transactions to municipalities; and



The Corporation of the Town of Cobourg

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FURTHER THAT the Town of Cobourg Council calls on the Federal Government to allocate a percentage of the GST collected on property sales to municipalities; and

FURTHER 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

FURTHER 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

FURTHER 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.

Sincerely,

Kristina Lepik

Deputy Clerk/Manager, Legislative Services

cc. Honourable, Doug Ford Premier of Ontario;

Honourable Peter Bethlenfalvy, Minister of Finance;

Honourable Paul Calandra, Minister of Municipal Affairs and Housing;

Honourable Philip Lawrence, Northumberland – Peterborough South MP;

Honourable David Piccini, Minister of Labour, Immigration, Training and Skills

Development and Northumberland – Peterborough South MPP; and

All Ontario Municipalities