

July 31, 2023

# Provincial-Municipal Service Exchange Agreement

Municipality of the District of Barrington

The renegotiated Service Exchange Agreement (MOU) establishes a clear understanding of roles and responsibilities between the provincial and municipal levels of government. Below you will find how the new agreement impacts the Municipality of the District of Barrington.

## Municipal Financial Capacity Grant (MFCG)

The MFCG will be unfrozen with elements of the formula modernized. Those municipalities who see a decrease in their MFCG funding will receive non-renewable top-up funding for 5 years.

Frozen Funding Amount: \$151,335

New Amount: \$179,204

## Corrections

The Province will absorb the costs associated with the mandatory contributions to corrections. This will save your municipality approximately \$87,504 annually.

## Obsolete Schools

The Province will assume ownership of all pre-1981 schools closed after the Service Exchange is implemented. Municipalities will be given first right of offer.

## Housing

The Province will absorb the annual costs associated with public housing losses. This will save your municipality approximately \$41,508 annually.

## Infrastructure Funding

Municipalities will be able to leverage a new application based \$15M infrastructure program. The details of the program are still being set but will focus on provincial priorities.

## Roads

The Province will create two application based funding programs for roads.

**Stream A:** \$6M will be available for 50-50 cost sharing for repaving trunks and routes which are municipally owned.

**Stream B:** \$10M will be available for any G, H, I and J class roads that municipalities have an interest in maintaining.