

Village of Hines Creek Council Request for Decision (RFD)

Meeting:	Regular Council Meeting
Meeting Date:	April 27, 2021
Originated By:	Leanne Walmsley, Chief Administrative Officer
Title:	Financial – Policing Funding Model
File:	0802

BACKGROUND/PROPOSAL:

Government of Alberta's updated legislation and follow up for collection a municipality's policing cost share under the new Police Funding Model (PFM) regulation. Through a system of shared responsibility between the government and municipalities, a portion of the costs of frontline policing will be allotted back to each municipality based on a number of factors: population, equalized assessment, crime policing initiatives.

As per the Police Funding Model Regulation, each municipality will contribute a portion of frontline policing costs based on a 10 per cent cost recovery for the fiscal year 2020-21. Total revenue generated is estimated to be \$22,281,200, and will be reinvested in Alberta policing initiatives.

DISCUSSION/OPTIONS/BENEFITS/DISADVANTAGES

Attached is the Provincial Cost Breakdown.

COSTS/SOURCE OF FUNDING (if applicable)

I allowed \$30,000.00 in the 2021 Operating Budget for Policing

Police Funding Module for 2020-21 is \$5,801.00

RECOMMENDED ACTION:

To approve the Police Funding Module for 2020-21 in the amount of \$5,801.00 as information.

Initials show support- Reviewed by:	Manager:	C.A.O. <i>LW</i>
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Cost Breakdown

The provincial payment generating \$22,281,200 in revenue after modifiers is calculated on an annual basis using 50 per cent population, 50 per cent equalized assessment, and modifiers/subsidies for crime severity, shadow populations, and detachment location.

Provincial Data

Revenue Generated 2020-21 after modifiers	Total Municipal Population (2019)	Total Equalized Assessment (2020)	Total Revenue Base Estimate
\$22,281,200	755,943	298,714,060,954	\$23,250,000

Municipal Data

Village of Hines Creek	Data/Cost Breakdown
2019 Population	346
2020 Equalized Assessment	20,193,670
Equalized Assessment per capita	58,363
Population % of total for PFM	0.045770%
Equalized Assessment % of total for PFM	0.006760%
Amount based on 50% Population (A)	\$5,320.76
Amount based on 50% Equalized Assessment (B)	\$785.85
Total share policing cost C = (A + B)	\$6,106.61
<i>Less modifiers:</i>	
Subsidy from Crime Severity Index (CSI) Value (variable %) (Note 1)	\$0.00
Subsidy from Shadow Population (variable %) (Note 2)	\$0.00
5% for No Detachment Subsidy (Note 3)	\$305.33
Total share with modifiers	\$5,801.28

Notes

Population published December 2019.

Equalized Assessment – an annual calculation that measures the relative wealth of a municipality creating a common assessment base. It determines the ability of a community to pay a portion of policing costs in this context.

Municipality Population/PFM Population

Municipality Equalized Assessment/PFM Equalized Assessment
 $\text{Population \% of provincial} \times 50\% \text{ population} \times \text{Total Base Estimate}$
 $\text{Equalized Assessment \%} \times 50\% \times \text{Total Base Estimate}$

Note 1: CSI Subsidy received if above rural municipal average. Accounts for volume and seriousness of crime based on incarceration rates. A three-year average is used to calculate your average CSI.

Note 2: Shadow Population – temporary residents of a municipality employed by an industrial or commercial establishment for a minimum of 30-days within a municipal census year. Shadow populations use the municipality's services but do not contribute to its tax base. Subsidy is up to 5% of total share.

Note 3: No detachment subsidy provided if town/municipality does not have access to a detachment.