

Education Property Tax Alberta Fact Sheet

Highlights of the 2017/18 provincial education property tax requisition

In fiscal 2017/18, the province is requisitioning about \$2.4 billion in education property taxes from municipalities, an increase of \$32 million over 2016/17. This requisition holds the 2017/18 uniform tax rates at the same rates as for 2016/17.

Education property taxes support Kindergarten to Grade 12 public and separate school students. The majority of these funds are for instruction, including teachers' salaries, textbooks, and classroom resources.

How education property tax is calculated for municipalities

Each municipality's share of the provincial education requisition is determined by applying the provincial uniform tax rates to the municipality's 2017 equalized assessments. Municipalities collect local education property taxes from property owners to pay the requisitions. Properties of similar value and property type across the province pay similar amounts of education property taxes. The 2017 uniform tax rates are \$2.48 per \$1,000 of equalized assessment for residential and farmland property and \$3.64 per \$1,000 of equalized assessment for non-residential property.

How education funding is allocated

Under the provincial funding model, all education property taxes are pooled by Alberta Education through the Alberta School Foundation Fund (ASFF) and distributed to public and separate school boards on an equal per-student basis. When a separate school board has opted out of the ASFF and the local requisition per student is less than the ASFF payment, the difference will be paid from the ASFF. If the local requisition is more than the ASFF payment, the difference must be paid into the ASFF.

Why are property owners asked to declare their faith?

In Alberta, the Constitution guarantees Roman Catholic citizens' minority rights to a separate education system. In communities with separate school jurisdictions, property owners can declare they are of the Roman Catholic faith so their education property tax dollars can be directed to those separate school jurisdictions. While declaration does not change the amount of per-student education funding, it supports the municipal process of providing education funding directly to separate school boards. The amount of per-student education funding is the same whether a student is enrolled in a public or separate school.