2025 City Property Tax Impact

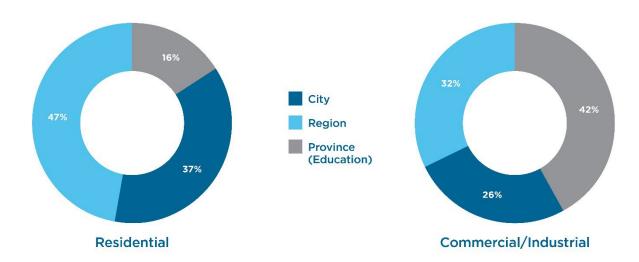
Property Tax Bill

According to the <u>Federation of Canadian Municipalities</u>, local governments are responsible for 60 per cent of Canada's infrastructure, but only have access to 10 cents of every tax dollar.

The property tax bill in Mississauga itemizes funding for services provided by three levels of government - the City of Mississauga, the Region of Peel and the Province of Ontario's Ministry of Education, as Mississauga is currently part of a two-tier municipal government structure. The property taxpayer is impacted by the decisions of all three bodies, and all three make up the total change in the property tax bill.

The City's 2025 Budget only affects the City portion of the tax bill which is 37 per cent of the residential tax bill and 26 per cent of the commercial/industrial tax bill, as shown in the following charts. In order for taxpayers to more easily understand the impact of the City's budget on their taxes, we calculate the impact on the total tax bill. Expressing the change in this way also makes it easier to compare Mississauga to single-tier cities such as Toronto, Ottawa, Hamilton and London.

Distribution of Property Tax Bill



Impact on Property Tax Bill

The Region of Peel forecasted a budget increase of 8.4 per cent for 2025 in their 2024 Budget. This would translate to an increase on the Region's portion of the residential tax bill of 3.94 per cent. As has been the case for many years, there is no increase assumed for the Education tax rate. Combining these components with the City's tax increase would result in the total impact on a City of Mississauga resident's tax bill of 6.60 per cent. For a commercial/industrial taxpayer, the impact on the total tax bill would be 4.56 per cent. The percentage impact on overall commercial/industrial rates is lower because these taxpayers pay a much higher proportion of education taxes.