

Designated Industrial Property Requisition Tax Rate 101



Alberta



Assessment Services Branch

Municipal Assessment & Grants Division

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Municipal Assessment and Grants Division

GEPT

- Grant programs
- Audit
- Education property tax
- Equalized assessment

APTP

- Assessment and tax policy

ASB

- Designated industrial property assessment

What is Designated Industrial Property?

Designated Property is defined in the *Municipal Government Act* Section 284(1)(f.01):

- i. Facilities regulated by the Alberta Energy Regulator, Alberta Utilities Commission, or the National Energy Board
- ii. Linear property
- iii. Property designated as a major plant by regulation
- iv. Land and improvements on a parcel of land that contains:
 - Facilities described above (subclauses i or iii)
- v. Land and improvements where a leasehold interest is held and the land:
 - Is not registered in a land titles office, and
 - Contains facilities described in subclauses i or iii



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Why is Designated Industrial Property Assessed by the Assessment Services Branch?

- A comprehensive review and consultation of the *Municipal Government Act* was conducted.
- The resulting amendments expanded the role of the department to include centralized assessment of an expanded group of properties described as Designated Industrial (DI) property.
- DI property is assessed on a cost-recovery basis.

Overview of the 2024AY (2025 Tax)



Scheduled dates for 2025 Annual notices

- January 31, 2025 - DIP Linear properties
- February 28, 2025 - DIP Industrial properties



DI Property Requisitions

- March 31, 2025 = 2025 DI requisition notices to municipalities

Total taxable
provincial DI
assessment for
2024AY

▼
\$211.3 bn

Linear

\$93.3

Industrial

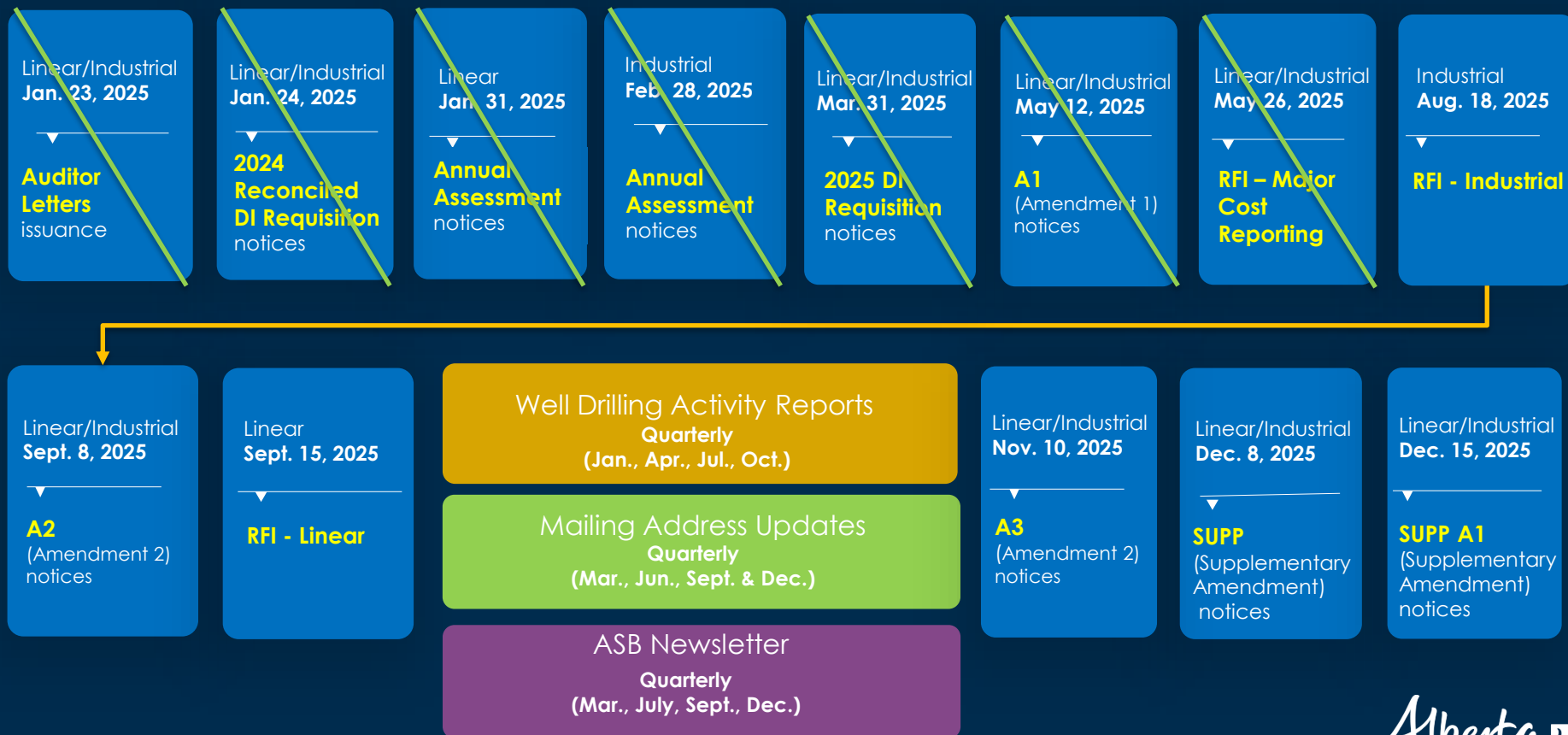
\$118.0

DI Property Assessments translates to:

- **\$2.1 billion** to Alberta municipalities tax revenue
- **\$418 million** for the Alberta School Foundation Fund



2025 Annual Operational Schedule/Timelines



Questions

DI Property Tax Requisition

DI Property Requisition Tax

- The cost of assessing designated industrial property is recovered by way of the DI property requisition tax rate.
 - The tax rate is set by the Minister of Municipal Affairs through a Ministerial Order.
 - This tax rate is applied by municipalities to the DI Property owners tax bill and cannot be changed, adjusted or modified.



How is the DI Property Requisition Tax Rate Determined?

Costs incurred by the Assessment Services Branch to prepare the DI property assessment



Total provincial DI property assessment (including linear property assessment)



One Thousand



Uniform DI tax rate to be applied to all DI property

DI Property Requisition Tax

Historical DI Requisition Tax Rates

Tax Year	DI Tax Rate	Ministerial Order
2021	\$0.0766	MAG:010/21
2022	\$0.0766	MAG:012/22
2023	\$0.0746	MAG:005/23
2024	\$0.0765	MAG:006/24
2025	\$0.0701	MAG:004/25
Note: Tax rates are per \$1000 of assessment		

DI Property Requisition Role for Municipalities

1

Receive the DI property tax requisition – Sent on the last business day of March annually to all CAOs

2

Ensure that the designated industrial property requisition tax rate is included in your annual tax rate bylaw

3

Apply tax rate to all taxable designated industrial properties

4

Display this tax rate as a separate line item on DI property owner's tax notice

5

Send your tax notices

6

Collect the DI Requisition taxes

7

Remit to the Government of Alberta



Requisition Cancellations

Provincial Education and DI property
Requisitions
(PERC/DIRC Programs)

When Do Cancellations or Reductions Apply?

The Property Tax Credit Guidelines allow municipalities to apply for a reduction or cancellation in the following cases:

- Uncollectable Education Property Taxes (Oil and Gas properties)
- Uncollectable DI Property Requisition Taxes (All Designated Industrial property)



Application Process and Timeline

- How to Apply:
 - Guidelines and application process is available at:
[Property Tax Credit Guidelines \(PERC/DIRC\)](#)
- Deadline:
 - Applications due January 15 annually
 - All submissions are reviewed for accuracy and completion
- Approval:
 - DI cancellations are approved via Ministerial Order
 - A copy of the signed order and approved totals are sent to CAOs

What Other Circumstances Do Cancellations/Reductions Apply?

- If the total DI Requisition amount for a municipality is under \$1,000:
 - It is automatically eligible for cancellation and does not need to be remitted to the province
 - Funds collected are retained by the municipality
- The Requisition tax rate must still be applied to DI property owners' tax notices.
- The cancellation is reflected on the DI requisition notice sent to municipalities in March.

Questions?

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Thank You!