

WHERE DOES YOUR PROPERTY TAX GO?

UNDERSTANDING YOUR PROPERTY TAXES

Local government services such as firefighting, police, recreation, infrastructure and transportation, are **funded almost entirely by local property taxes**.

Each year, local governments determine the required funding for these services and then set the property tax rate and a multiplier rate. Provincial property taxes go to the Government of New Brunswick (GNB) general revenue to pay for provincial road maintenance, healthcare, education, etc.

MUNICIPAL BUDGETS



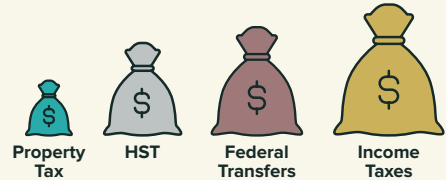
2024 LOCAL PROPERTY TAX

84.5% of Total Municipal Revenue

\$763.6 million total for all Rural Communities, Villages, Towns & Cities

PROVINCIAL BUDGET

4.38% of GNB Total Revenue
2024 GNB Property Tax \$465.9 million



A PROPERTY TAX BILL IS COMPOSED OF:



NOT ALL PROPERTIES PAY THE SAME TAXES

Primary homes only pay municipal taxes. All other types (apartments, businesses, second home and industrial) pay provincial property tax and municipal property tax. So, your final NB property tax bill reflects the value of your property and also the needs and rates set **separately by your local and provincial governments**.

WHAT DO YOU GET FOR YOUR PROPERTY TAXES?

Local governments understand that property tax bills have increased quickly in recent years, affecting affordability for both renters and property owners.

As part of municipal fiscal reform, local governments are asking GNB to diversify municipal revenue sources to reduce the pressure on residential property taxpayers.

With a more varied revenue source, local governments will be able to maintain important public infrastructure and services with less reliance on property taxes.

* Based on GNB Annual Report of Municipal Statistics, 2024

EXAMPLE BILL FOR PRIMARY HOME: \$4000*

MUNICIPAL SERVICE ITEM

Goes to GNB.....	\$0
Public Works and Transportation.....	\$708
Public Safety and Protective Services....	\$1172
Environmental and Health Services.....	\$184
Fiscal Services.....	\$704
General Government Services.....	\$520
Recreation and Cultural Services.....	\$460
Environmental Development Services.....	\$252