

**CANADA – ALBERTA
AGREEMENT ON THE TRANSFER OF FEDERAL GAS TAX REVENUES FOR CITIES
AND COMMUNITIES
2005-2015**

THIS AMENDING AGREEMENT made this 12th day of December, 2008.

BETWEEN:

HER MAJESTY THE QUEEN IN RIGHT OF CANADA (“Canada”)
represented by the Minister of Transport, Infrastructure and Communities

- and -

HER MAJESTY THE QUEEN IN RIGHT OF THE PROVINCE OF ALBERTA
 (“Alberta”) represented by the Minister of Transportation (“Provincial Minister”).

Whereas Canada and Alberta entered into an Agreement for the Transfer of Federal Gas Tax Revenues on May 14, 2005 (“the Agreement”);

Whereas Canada and Alberta entered into an Infrastructure Framework Agreement on August 29, 2008 in respect of the Building Canada plan;

Whereas the Building Canada plan includes a comprehensive and integrated suite of infrastructure initiatives intended to augment infrastructure programming and investments over the long term, including an extension of the Gas Tax Fund (GTF);

Whereas the Gas Tax Fund is a component of the Building Canada plan, providing stable, predictable, and flexible funding to local governments;

Whereas the purpose of this amendment is to confirm local governments’ GTF allocations to 2014, thereby allowing them to undertake long-term infrastructure planning;

Whereas the Agreement commits the Parties to complete a joint program evaluation by March 2009;

And Whereas the Agreement indicates the Parties may elect to amend the Agreement, as appropriate, following the completion of the evaluation mentioned above;

NOW THEREFORE the Parties hereby agree as follows:

1. The Agreement is amended as set out below.
2. Terms not defined in this Amending Agreement have the meanings assigned in the Agreement.
3. Subsection 8.2.1 of the Agreement is deleted and replaced with the following:

8.2.1 Review

The Parties agree to consider amending the Agreement, taking into account the evaluation referenced in section 7.3. Funds for 2010-2014 will be released only after Parties incorporate any amendments into the Agreement.

4. Subsection 8.2.2 becomes subsection 8.2.4
5. Subsection 8.2.2 will be added:

8.2.2 Agreement Renewal

(a) Once the Parties have incorporated any amendments into the Agreement as per 8.2.1, Canada's contribution to Alberta will be as follows:

Fiscal year	Canada's Contribution
2010-2011	199,503,000
2011-2012	199,503,000
2012-2013	199,503,000
2013-2014	199,503,000
TOTAL	798,012,000

6. Subsection 8.2.3 will be added:

8.2.3 Allocation Formula for 2010-2014

Gas Tax Funds for 2010-2014 shall be allocated according to the following:

- (a) A minimum allocation of \$50,000 per year for all municipalities except summer villages
- (b) A minimum allocation of \$5000 per year for summer villages

- (c) Remaining funds shall be allocated to each municipality on a per capita basis according to 2009 population statistics published by Alberta Municipal Affairs

7. All other terms and conditions of the Agreement remain the same.

SIGNATURES

This Amending Agreement has been executed on behalf of Canada by the Minister of Transport, Infrastructure and Communities, and on behalf of Alberta by the Minister of Transportation.

GOVERNMENT OF CANADA
Original signed by:

GOVERNMENT OF ALBERTA
Original signed by:

(Signed by Honorable John Baird)

(Signed by Honorable Luke Ouellette)

The Honourable John Baird
Minister of Transportation, Infrastructure
and Communities

The Honourable Luke Ouellette
Minister of Transportation