



OFFICE OF THE PARLIAMENTARY BUDGET OFFICER  
BUREAU DU DIRECTEUR PARLEMENTAIRE DU BUDGET

# Cost Estimate of Election Campaign Proposal

Publication Date: September 2021

Short Title: Financial support for supportive housing

Description: Providing financial support for the construction and operation of supportive housing. This will be achieved through an increase in annual funding to provinces and municipalities under Reaching Home equivalent to the full capital cost of 5,000 units per year and the full operating costs of the units funded to date under this initiative. This proposal will be effective January 1, 2022, with full funding for the 2021-22 fiscal year provided on that date.

Cost of Proposed Measure:	\$ millions	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026	Total
Total cost		1,037	1,113	1,261	1,415	1,575	6,400

Notes:

- Estimates are presented on an accrual basis as would appear in the budget and public accounts.
- A positive number implies a reduction in the budgetary balance (lower revenues or higher spending). A negative number implies an increase in the budgetary balance (higher revenues or lower spending).
- "-" = PBO does not expect a financial cost.

Estimation and projection method: Average capital and operating costs for supportive housing were derived from municipal plans and indexed to account for cost trends.

Source of Uncertainty: The main source of uncertainty relates to the weighted national average capital and operating costs for supportive housing.

Data Sources:	Variable	Source
	Average capital and operating costs of supportive housing	City of Toronto, Plan to Create Supportive Housing Opportunities
	Trend in construction costs	PBO, Federal Spending on Housing Affordability in 2021
	Trend in operating costs	PBO EPC baseline