URBAN PLANNING AND ECONOMY
ECONOMIC INVESTMENT SERVICES

Edmonton

INDUSTRIAL INVESTMENT ACTION PLAN

Industrial Incentives Information

June 2026

Incentives Brochure

Business Investment and Growth
edmonton.ca/business_economy/economic_investment/industrial-investment-action-plan

EDMONTON IS A THRIVING HUB OF OPPORTUNITY

With a population of just over one million, Edmonton is one of Canada's youngest and fastest growing cities. We are building a resilient and diverse economy, attracting top talent and striving to be a world leader in environmental sustainability. The City of Edmonton has one of the highest livability indexes in the world[1], and cost of living and cost of operating rank the lowest in North America[2].

The City's Economic Development (ED) branch leads investment attraction and retention and expansion efforts. Our mission is to advance economic development strategies and urban renewal initiatives that support Edmonton City Council's vision for a vibrant and inclusive city that attracts investment and provides an excellent quality of life for its residents.

To support growth in key sectors - including, Advanced Manufacturing, Food Processing, Artificial Intelligence and Technology, Health and Life Sciences, Energy and Clean Technology and Transportation and Logistics - the City of Edmonton offers a range of municipal incentives. Additional incentives from the Government of Alberta and the Government of Canada can often be combined with these programs. These incentives provide additional financial support through tax credits, grants and rebates to promote investment and retention in industrial sectors.

The following incentives are available as of **June 2026**. Please visit the links provided for more information on how to apply, eligibility, and program requirements.

CITY OF EDMONTON MUNICIPAL INCENTIVES

Brownfield Redevelopment Grant Program

Application Date: Ongoing

This incentive assists owners of Brownfield sites with the additional financing needed to address environmental Testing and remediation in preparation for redevelopment.

The program has four grants, and each grant has different funding opportunities. The total cumulative grant amount for Phase I, II, and IV grants is $200,000. The maximum grant payable for Phase III grant is up to 100% of city approved remediation costs or the sum of six consecutive years of municipal tax uplift.

Industrial Infrastructure Cost Sharing Program

Application Date: Ongoing

The Industrial Infrastructure Cost Sharing program assists front-end developers in recovering additional costs (called over-expenditures) incurred when constructing new infrastructure required by the City for future development. This Program acts as a hybrid financial tool using development levies and tax increment financing to support sustainable infrastructure development, and economic growth in Edmonton's industrial areas.

[1] https://www.numbeo.com/quality-of-life/
[2] https://edmontonglobal.ca/

- Front-end developers can recover over-expenditures through up to 100% of yearly Incremental Tax Revenue resulting from the construction of Cost Shareable Infrastructure and through development levies collected in the benefitting area.
- Developers receive Incremental Tax Revenue until either their over-expenditures are fully recovered, or 25 years after the Servicing Agreement if they have recovered 50% of their over-expenditures.
- If 50% of over-expenditures are not recovered after 25 years, developers can continue receiving Incremental Tax Revenue until that 50% is recovered.
- When the City contributes more than 25% of the Cost Sharable Infrastructure costs, that amount is considered the City's over-expenditure, recoverable through development levies, and transferred to the City's general revenues.
- The Benefiting Area Development Levy may be reduced by up to 25% when the City contributes Incremental Tax Revenue towards Cost Shareable Infrastructure.

Machinery and Equipment Tax Exemption

Application Date: Ongoing

This is a unique incentive that provides a 100% exemption from municipal property tax for all Machinery and Equipment, that would otherwise have machinery and equipment tax levied as part of the municipal tax assessment in most other jurisdictions in the province of Alberta.

Industrial Carbon Capture Facility Tax Incentive

Application Date: Ongoing, June 30th of current year to qualify for current year abatement

Edmonton's Industrial Carbon Capture Facility Tax Incentive offers up to $2.4 million per year in municipal tax exemptions for up to 10 years, starting once your facility becomes operational. This incentive supports major industrial projects that include carbon capture and storage facilities. To qualify, facilities must capture at least 300,000 tonnes of CO_2 annually and involve a minimum capital investment of $75 million, including land, construction and equipment. This incentive helps reduce costs, accelerate innovation and position your project for long-term success.

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PROVINCIAL INCENTIVES

Strategic Energy Management for Industry (SEMI) (Emissions Reductions Alberta)

Application Date: Ongoing (program ends March 31, 2027)

SEMI helps industrial and manufacturing facilities enhance organizational practices and fund capital retrofits. It covers up to 50% of eligible project costs for for-profit organizations and up to 100% for non-profit organizations. Eligible sectors include: agriculture, forestry, fishing and hunting; mining, quarrying, and oil and gas extraction; utilities; construction; manufacturing; transportation; administrative support, waste management and remediation services.

Investment and Growth Fund

Application Date: Ongoing

The Investment and Growth Fund (IGF) is an invite only deal-closing incentive designed to be offered in select late-stage investment decisions when there are demonstrable barriers to making a final investment decision in Alberta. It focuses on securing high-impact private sector investments that create new, well-paying jobs, spur economic growth and enhance Alberta's productivity.

Alberta Agri-Processing Investment Tax Credit (APITC)

Application Date: Ongoing

Offers a 12% non-refundable tax credit for corporations investing at least $10 million in new or expanded agri-processing facilities. Eligible food manufacturers and bioprocessors must add value to agricultural products. A tax credit of up to $175 million are available per project, claimable within 10 years.

Innovation Employment Grant

Application Date: Ongoing

Supports up to 20% of qualifying research and development expenditures, with benefits of up to $4 million annually. The grant targets small and medium-sized companies with taxable capital under $50 million.

Aboriginal Business Investment Fund

Application Date: October 15, 2026

Grant that provides a minimum of $150,000 to a maximum of $750,000 to support capital costs related to Indigenous community-owned economic development projects that are shovel-ready in the funding year. Grants can cover up to 100% of eligible costs, which can include equipment purchases and the construction or improvement of buildings and other infrastructure.

Indigenous Reconciliation Initiative - Economic Stream

Application Date: September 15, 2026

Applicants may request a maximum of $100,000 to support an Indigenous-owned economic development project. The initiative is designed to support Indigenous communities in pursuing economic priorities based on their unique needs.

Canada-Alberta Productivity Grant

Application Date: Ongoing

This program offers up to $10,000 per employee (max $100,000 annually) for staff training in new tactical or manufacturing technology, including digital and technical expertise. Eligible businesses must be operational and registered in Alberta for at least one year before applying.

Alberta Petrochemicals Incentive Program

Application Date: Ongoing (program ends November 1, 2030)

Provides grants based on 12% of the eligible capital costs for new or expanded petrochemical projects valued at $50 million and above. Grants are issued after operations begin and projects must create permanent jobs. Both new facilities as well as brownfields and expansions on existing facilities will be eligible for the program.

Alberta Carbon Capture Incentive Program

Application Date: Ongoing

The Program will support and accelerate the development of new carbon capture, utilization and storage (CCUS) infrastructure for facilities to incorporate this technology into their operations. The Program offers a 12% grant on eligible new CCUS capital costs. Payments are made in three annual installments starting after one year of operations.

AIHA Heartland Incentive Program

Application Date: Ongoing

Encourages industrial development in Alberta's Industrial Heartland. Projects valued over $50 million may receive incentives valued between 1.0– 2.0% of the total capital cost, depending on the project's criteria.

Agriculture and Environment Program

Application Date: Ongoing

Funding Support up to a maximum of $750,000 per project. Within this maximum, funding will be considered for up to 50% of total eligible project costs, with the remaining contributions from private, government, and select in-kind sources. This funding supports diverse applicants (industry, R&D, non-profits, etc.) advancing applied research or technology (TRL 3-7). While non-Alberta entities may apply priority is given to projects located in Alberta that offer long-term benefits, support industrial innovation, reduce environmental footprints, and boost competitiveness

Alberta Manufacturing Productivity Grant

Application Date: October 31, 2026

The grant is available for small-medium manufacturing businesses with 5 to 750 employees to cover costs associated with installing technology to aid in automating production. Provides up to $30,000 in matching funding to cover costs associated with technology adoption.

FEDERAL INCENTIVES

Clean Fuels Fund

Application Date: Closed as of June 2026. Funding is being extended until March 31, 2030 so applicants are encouraged to monitor submission deadlines.

Support to de-risk capital investments and studies that expand Canada's clean fuel production capacity and to address gaps and misalignment in codes, standards and regulations.

Strategic Innovation Fund (SIF)

Application Date: Ongoing

Supports large-scale projects with a minimum SIF contribution of $10 million for projects with at least $20 million in total eligible supported costs. Projects include those that invest in research and development activities that lead to technology transfer and commercialization of new products, processes and services.

Strategic Response Fund (SRF)

Application Date: Ongoing

Supports large-scale projects in key sectors such as steel, aluminum, automotive, forest products, AI and advanced technologies. Eligible costs include capital expenditures such as investments in equipment, technology, and new or existing facilities may be reimbursed. SRF may support pre-development activities such as front-end engineering and design studios on projects that demonstrate significant impacts from tariffs.

Business Scale-up and Productivity Program (BSP) (PrairiesCan)

Application Date: Ongoing

Offers interest-free, repayable funding to incorporated, high-growth businesses producing innovative goods, services or technologies in the Prairies, covering up to 50% of eligible project costs. Funding ranges from $200,000 to $5 million.

Regional Artificial Intelligence Initiative (RAII) (PrairiesCan)

Application Date: December 31, 2028

The program aims to help small-medium businesses produce and commercialize AI, or adopt AI to improve business operations. Can provide from $250,000 to $5,000,000 per project in interest-free repayable funding to eligible businesses for up to 50% of the associated costs.

Regional Tariff Response Initiative (RTRI) (PrairiesCan)

Application Date: December 31, 2027

This program covers up to 90% of the costs associated with projects which aim to support businesses who have been impacted by tariffs. Eligible businesses can receive funding ranging from $500,000 to $5,000,000 per project, with up to $1,000,000 of this funding being non-repayable.

Regional Quantum Initiative (RQI) (PrairiesCan)

Application Date: March 31, 2028

Funds will support companies and non-profit organizations that advance quantum products and solutions for domestic and global markets. Businesses can receive interest-free repayable funding for up to 50% of eligible costs. Eligible not-for-profit organizations can receive non-repayable funding for up to 90% of eligible costs. Stacking of government funding is limited to up to 50% eligible capital costs and 75% of other eligible costs for businesses or commercial projects

NSERC Alliance Grants

Application Date: Ongoing

Support research partnerships between academic researchers and partner organizations across sectors. Funding is available for a range of project sizes and complexities.

Carbon Capture, Utilization and Storage (CCUS) Investment Tax Credit (ITC)

Application Date: Ongoing (program ends December 31, 2040)

Refundable tax credit for eligible property used in capturing, transporting and storing CO_2 from various sources, available through 2040.

Carbon Capture, Utilization, and Storage (CCUS) Front-end Engineering and Design (FEED)

Application Date: Ongoing

Aims to facilitate the advancement of CCUS capital projects from late-stage demonstration to final investment decisions. Projects will aim to advance knowledge sharing on cost-effective CCUS capital project development, helping accelerate the deployment of CCUS projects across Canada.

Funding is for projects that request between $3,000,000 and $7,000,000, comprising up to 50% of eligible total project cost (or 75% for Indigenous applicants), over a period of up to a maximum of five years.

Clean Hydrogen Investment Tax Credit (ITC)

Application Date: Ongoing (program ends December 31, 2034)

Refundable tax credit for eligible clean hydrogen projects on property acquired and operational from March 28, 2023 to to December 31, 2034.

Clean Technology Manufacturing (CTM) Investment Tax Credit (ITC)

Application Date: Ongoing (program ends December 31, 2034)

Provides 30% refundable tax credit for investments in machinery and equipment for clean tech manufacturing and processing of critical minerals.

Clean Technology Investment Tax Credit (ITC)

Application Date: Ongoing (program ends December 31, 2034)

Provides 30% refundable tax credit for capital invested in the adoption and operation of new clean technology property in Canada.

Sustainable Canadian Agricultural Partnership

Application Date: Ongoing (program ends March 31, 2028)

A $3.5-billion federal-provincial-territorial initiative supporting the agriculture, agri-food, and agri-based sector through funding and cost-shared activities.

Scientific Research and Experimental Development (SR&ED) Tax Incentives

Application Date: Ongoing

Encourages R&D in Canada through tax incentives available to corporations, individuals, trusts and partnerships conducting eligible work. This program offers tax credits or refunds from 15 percent to over 35 percent to encourage businesses to conduct research and development in Canada that will lead to new, improved, or technologically-advanced products or processes.

Accelerated Investment Incentive

Application Date: Eligible property must be available for use before 2028.

Provides an enhanced first-year allowance for certain eligible property that is subject to the capital cost allowance rules. Clean energy investments, manufacturers and processors may immediately write off the full cost of specified clean energy equipment and machinery and equipment for the manufacturing or processing of goods.

Canada Infrastructure Bank (CIB) - Charging and Hydrogen Refueling Infrastructure Initiative

Application Date: Ongoing

Aims to reduce transportation sector emissions by accelerating private sector rollout of large-scale zero-emission vehicle chargers and hydrogen refueling stations. Total eligible project costs must be at least $20 million. Eligible project costs for investments should not exceed 50-80% of public funding.

Mineral Exploration Tax Credit (METC)

Application Date: March 31, 2027

A non-refundable tax credit of 15% on eligible exploration expenses. Investors can apply it against the federal income tax that they would otherwise pay for the taxation year in which the investment was made. The credit can be carried back 3 years and carried forward 20 years.

For more information on available incentives and how to apply, contact our Industrial Growth Hub at invest@edmonton.ca.