

2016-17 Capital Backgrounder

More than \$3.5 billion in capital investment in Saskatchewan is planned for 2016-17, representing the largest single-year capital commitment in the province's history.

Crown corporations, including SaskPower, SaskTel and SaskEnergy, plan to invest nearly \$1.8 billion in infrastructure in 2016-17.

The Saskatchewan Builds Capital Plan includes over \$1.7 billion of budgeted capital in 2016-17, record investment and an increase of over \$400 million from 2015-16. The Plan targets \$5.5 billion of capital investment through executive government ministries and agencies over the next four years. Significant investments will be made in schools, health care facilities, highways and other vital infrastructure.

SASKATCHEWAN BUILDS CAPITAL PLAN: 2016-17 to 2019-20

(Thousands of Dollars)	2015-16 Budget	2015-16 Forecast	2016-17 Budget	2017-18 Target	2018-19 Target	2019-20 Target
Capital Asset Acquisitions (Government-Owned Capital)	796,609	711,635	1,094,282	1,089,394	844,334	578,983
Capital Transfers (Third Party Capital)	512,391	483,667	660,773	429,412	395,407	380,028
Saskatchewan Builds Capital Plan Total	1,309,000	1,195,302	1,755,055	1,518,806	1,239,741	959,011

Capital Plan By Sector

Transportation Infrastructure - \$875.7M in 2016-17						
Highways Capital (including Regina Bypass).....	559,865	558,640	854,582	888,865	765,464	523,495
Highways Partnerships and Supporting Capital.....	21,155	18,030	21,155	21,700	21,700	21,700
Municipal Infrastructure - \$127.5M in 2016-17						
Municipal Programs.....	74,493	68,449	102,529	111,640	116,348	97,219
Regina Stadium.....	-	-	25,000	-	-	-
K-12 Schools and Education Capital - \$391.4M in 2016-17						
Schools (including Joint-Use school projects).....	216,855	190,555	353,391	102,963	18,800	17,100
Preventative Maintenance and Renewal.....	31,615	31,615	38,000	49,200	55,800	62,600
Child Care Spaces.....	-	-	-	-	-	-
Advanced Education and Training - \$25.8M in 2016-17						
Maintenance Capital.....	23,600	22,247	23,600	32,200	40,700	49,300
Post-Secondary Projects.....	23,030	15,128	2,182	6,400	5,070	9,600
Health Care - \$239.9M in 2016-17						
Maintenance and Facility Regeneration.....	27,800	27,800	34,700	42,900	51,100	59,400
Health Equipment.....	15,723	15,723	15,723	20,844	23,366	23,989
Long-term Care (including Swift Current LTC).....	75,619	75,619	7,332	25,300	39,980	18,100
Hospitals (including SHNB/ICF).....	137,287	61,744	182,100	131,962	31,000	15,300
Government Services - \$94.8M in 2016-17						
IT Capital.....	37,527	30,679	15,403	14,734	6,884	1,334
Courts and Corrections Capital.....	25,034	20,779	17,786	22,240	10,709	15,423
Parks Capital.....	12,999	12,999	5,050	9,500	9,500	9,500
Equipment Capital.....	13,276	14,368	30,822	22,658	25,486	22,651
Government Buildings.....	7,047	8,852	3,535	6,000	8,134	2,600
Other Capital to Support Government Programs.....	6,075	22,075	22,165	9,700	9,700	9,700
Saskatchewan Builds Capital Plan Total	1,309,000	1,195,302	1,755,055	1,518,806	1,239,741	959,011

Highlights

Crown Corporations

\$1.8 billion in 2016-17

- **SaskPower – \$1.1 billion** primarily to renew transmission and distribution systems which carry electricity to customers. SaskPower will also expand and renew electricity generation assets to meet Saskatchewan’s growing power needs;
- **SaskTel – \$331 million** to increase and upgrade its wireless and wireline networks across the province, improve customer service and continue the roll out infiNet, its high bandwidth broadband service; and
- **SaskEnergy – \$292 million** primarily for renewal and expansion of its natural gas transmission and distribution systems to ensure a safe and reliable service which meets growing customer demand.

2016-17 to 2019-20 Saskatchewan Builds Capital Plan

Transportation Infrastructure – \$875.7 million in 2016-17

- Transportation infrastructure includes \$500.0 million to continue construction of the Regina Bypass;
- *The Highways 2020 Plan* outlines a three-year \$70 million surge to fix more highways. That means \$30 million is being invested in preservation and rehabilitation to meet the first year of the commitment with \$20 million committed for each of the next two years;
- \$344.6 million in ongoing enhancement and rehabilitation projects, some examples are;
 - \$13.5 million for the interchanges at Warman and Martensville;
 - \$12.3 million for Highway 55 improvements;
 - \$8.9 million for twinning Highway 7 from Saskatoon to Delisle;
 - \$8.1 million for twinning Highway 39 from Estevan to Bienfait;
 - \$1.3 million for continued planning for Highway 6 and 39 twinning and passing lanes from Regina to Estevan; and,
 - \$1.0 million for passing lanes on Highway 5 from Saskatoon to Humboldt.
- \$16.0 million for the Municipal Roads for the Economy Program;
- \$4.5 million for the Urban Highway Connector Program; and
- \$10.7 million for a number of other capital expenditures including transportation related buildings, equipment, airport partnerships, ferry services, and information technology.

Municipal infrastructure – \$127.5 million in 2016-17

- Municipal infrastructure includes \$59.4 million from the federal gas tax;
- \$28.4 million for the New Building Canada Fund;
- \$25.0 million to complete funding commitments for the Regina Stadium project;
- \$10.0 million for the new Saskatoon North Commuter Parkway Bridge;
- \$1.2 million for the Building Canada Fund Communities Component;
- \$604 thousand for the Saskatchewan Infrastructure Growth Initiative;
- \$2.9 million in capital including Communities in Transition; the Saskatchewan Assessment Management Agency; Transit Assistance for People with Disabilities; and the Building Communities Program.

K-12 Schools and other Education – \$391.4 million in 2016-17

- K-12 Schools and other Education capital includes \$310.5 million for nine joint-use sites for 18 schools in Martensville, Regina, Saskatoon and Warman;
- \$38.0 million for maintenance and renewal;
- \$41.9 million for ongoing capital projects including schools in St. Brieux, Langenburg, Gravelbourg, Martensville, as well as École Connaught, Sacred Heart and the new Mâdawêyatitân Centre replacing Scott Collegiate in Regina; and
- \$1 million for school facility assessments.

Advanced Education and Training – \$25.8 million in 2016-17

- \$23.6 million is provided in maintenance capital for post-secondary institutions; and
- \$2.2 million for the completion of Southeast Regional College;

Health Care – \$239.9 million in 2016-17

- Health care capital commitments include \$168.0 million to continue construction of the Saskatchewan Hospital North Battleford-Integrated Correctional Facility;
- \$34.7 million for maintenance capital;
- \$15.7 million for health equipment capital;
- \$14.1 million for important infrastructure upgrades at Regina's General and Pasqua Hospitals and Saskatoon Royal University Hospital;
- \$5.1 million to complete construction of The Meadows, the new P3 long-term care facility in Swift Current; and
- \$2.3 million to complete the Kelvington integrated care facility.

Capital to Support Government Programs – \$94.8 million in 2016-17

- Projects include Growing Forward 2 investments in the new International Trade Centre at Evraz Place and the Livestock and Forage Centre of Excellence at the University of Saskatchewan, investments in the province's firefighting capacity, court and corrections facilities and investments in affordable housing.