

2020-21 Mid-Year Update

2020-21 Budget Update

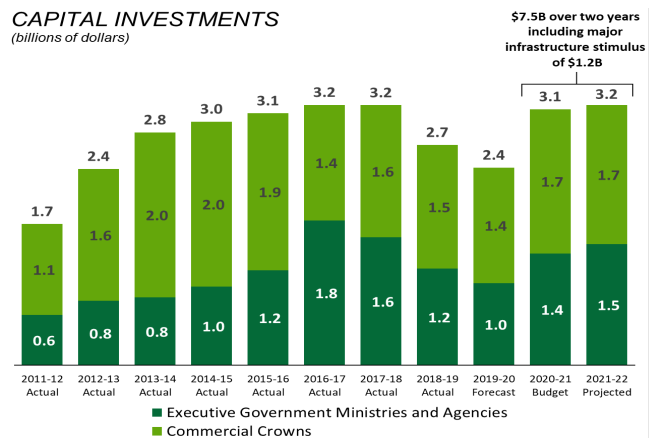
	Budget	First Quarter	Mid-Year
<i>(millions of dollars)</i>			
Revenue			
Taxation	7,202.8	7,202.8	7,161.6
Non-renewable resources	997.4	1,053.8	1,053.8
Net income from GBEs	728.8	705.6	874.4
Other own-source revenue	1,933.1	1,933.1	1,933.1
Transfers from the federal government	2,786.6	3,151.6	3,229.3
Revenue risk allowance	-	-	(100.0)
Total Revenue	13,648.7	14,046.9	14,152.2
Expense			
Agriculture	798.8	798.8	593.7
Community development	762.8	833.1	834.8
Economic development	389.8	406.8	494.0
Education	3,361.9	3,364.5	3,397.3
Environment and natural resources	362.4	362.4	362.4
Financing charges	718.2	724.6	724.6
Health	6,176.3	6,248.3	6,351.1
Other	421.9	396.2	396.2
Protection of persons and property	806.5	806.5	806.5
Social services and assistance	1,490.3	1,490.3	1,490.3
Transportation	585.8	585.8	585.8
Health and public safety contingency	200.0	160.0	160.0
Total Expense	16,074.7	16,177.3	16,196.7
Deficit	(2,426.0)	(2,130.4)	(2,044.5)

- Saskatchewan's seasonally adjusted unemployment rate in October was 6.4 per cent, the lowest in Canada.
- Housing starts were up 30.2 per cent in the first three quarters of 2020, by far the largest percentage increase among provinces.
- Saskatchewan is one of just two provinces to show positive growth in international goods exports so far this year, owing to a surge in farm and intermediate food product shipments

Infrastructure investments to stimulate growth

CAPITAL INVESTMENTS

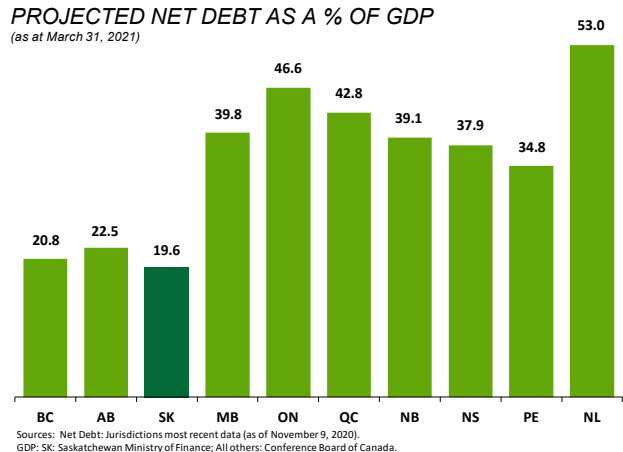
(billions of dollars)



Saskatchewan's low net debt continues to provide flexibility for the future

PROJECTED NET DEBT AS A % OF GDP

(as at March 31, 2021)



Saskatchewan economic forecast at a glance

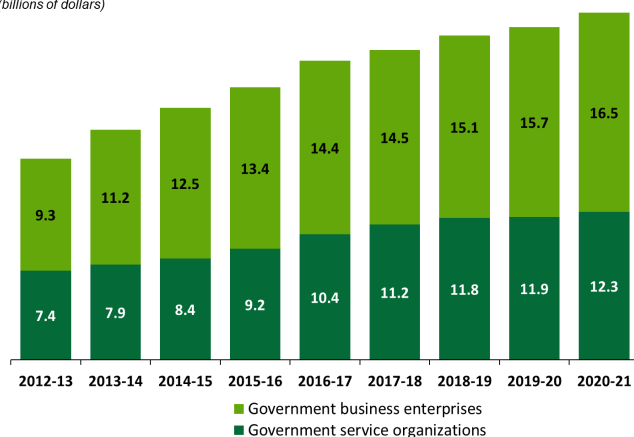
(% change unless noted otherwise)

	2020	2021	2022
Real GDP	(5.0)	3.4	2.7
Nominal GDP	(9.3)	6.0	5.3
Employment Growth (000s)	(26.2)	14.7	6.2
Unemployment Rate (%)	8.5	7.1	6.7
Retail Sales	(2.9)	3.6	3.3

Source: Ministry of Finance

GROWTH IN TANGIBLE CAPITAL ASSETS

(billions of dollars)



SCHEDULE OF PUBLIC DEBT

(as at March 31)

(millions of dollars)	Budget 2020-21	First Quarter 2020-21	Mid-Year 2020-21
General Revenue Fund (GRF)			
- Operating	7,300.0	7,000.0	7,000.0
- Saskatchewan Capital Plan	6,691.4	6,691.4	6,691.4
Other Government Service Organizations	345.2	344.8	344.3
Government Service Organization Debt	14,336.6	14,036.2	14,035.7
Government Business Enterprise Debt	10,032.6	9,878.2	9,792.7
Public Debt	24,369.2	23,914.4	23,828.4

2020-21 borrowing includes capital stimulus and amounts needed to maintain services during the pandemic

BORROWING REQUIREMENTS BY TYPE

(millions of dollars)	Actual 2019-20	Budget 2020-21	Mid-Year 2020-21
Foreign Currencies	0.0	0.0	179.8
Canadian Dollar	1,970.0	4,339.6	4,200.0
Short Term	117.5	117.9	77.7
Total	2,087.5	4,457.5	4,457.5

Saskatchewan has the second highest credit rating in Canada

CREDIT RATINGS OF THE PROVINCE

Moody's Investors Service	Aaa*
Standard & Poor's	AA
DBRS Morningstar	AA (low)

*negative outlook

Non-renewable resources forecast assumptions and sensitivities

	Actual 2019-20	Budget 2020-21	Mid-Year 2020-21
Oil:			
WTI Oil Price (US\$ per barrel)	54.80	30.00	38.70
Light-Heavy Differential (% of WTI)	20.9	40.0	20.5
Well-head Oil Price (C\$ per barrel) ¹	52.54	21.00	36.00
Oil Production (million barrels)	178.9	146.0	156.3
Potash:			
Potash Price (mine netback, US\$/KCl tonne) ²	223	188	178
Potash Price (mine netback, C\$/K ₂ O tonne) ²	490	434	389
Potash Sales (million K ₂ O tonnes) ²	12.7	13.9	13.8
Canadian Dollar (US cents)	75.19	71.00	74.73
Uranium:			
Uranium Price (C\$/kg) ²	94.0	110.0	88.0
Uranium Price (million kgs) ²	7.6	8.0	4.5

¹ The average price per barrel of Saskatchewan light, medium and heavy oil.

² Ministry of Finance calculations derived from calendar-year forecasts.

SENSITIVITIES

- US\$1 per barrel change in average annual WTI oil price = \$13M
- US\$10 per KCl tonne change in average potash price = \$51M
- 1 US cent change in average annual exchange rate = \$19M