

Protect. Build. Grow.

2021-22 Mid-Year Highlights

Budget Update - Mid Year

(Millions of Dollars)	Budget	First Quarter Forecast	Mid-Year Projection	Change From	
				Budget	First Quarter
Revenue					
Taxation	7,238.0	7,238.0	7,854.7	616.7	616.7
Non-renewable resources	1,328.5	1,688.4	1,997.3	668.8	308.9
Net income from government business enterprises	899.2	850.9	1,114.6	215.4	263.7
Other own-source revenue	2,104.1	2,148.7	2,451.2	347.1	302.5
Transfers from the federal government	2,908.5	3,309.6	3,451.1	542.6	141.5
Total Revenue	14,478.3	15,235.6	16,868.9	2,390.6	1,633.3
Expense					
Agriculture	879.3	1,585.9	3,022.8	2,143.5	1,436.9
Community development	690.4	753.0	742.3	51.9	(10.7)
Economic development	527.0	540.3	541.2	14.2	0.9
Education	3,753.2	3,867.1	3,789.9	36.7	(77.2)
Environment and natural resources	414.9	414.9	378.2	(36.7)	(36.7)
Financing charges	755.0	755.0	755.0	-	-
General government	524.6	499.9	500.6	(24.0)	0.7
Health	6,535.3	6,535.3	6,785.3	250.0	250.0
Protection of persons and property	845.1	857.2	946.0	100.9	88.8
Social services and assistance	1,556.7	1,556.7	1,508.0	(48.7)	(48.7)
Transportation	607.7	607.7	607.7	-	-
Total Expense	17,089.2	17,973.0	19,577.0	2,487.8	1,604.0
Deficit	(2,610.9)	(2,737.4)	(2,708.1)	(97.2)	29.3

Totals may not add due to rounding.

Protecting Citizens

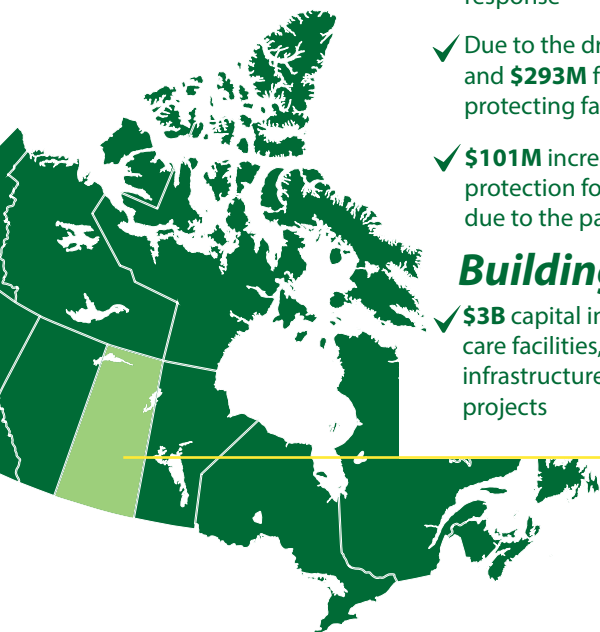
- ✓ **\$1.7B** in COVID-19 related health, safety and economic support, part of a **\$5B** multi-year response
- ✓ Due to the drought, **\$2.4B** for crop insurance and **\$293M** for livestock producer support, protecting farmers' livelihoods
- ✓ **\$101M** increase at mid-year over budget for protection for persons and property mainly due to the pandemic and wildfires

Building Communities

- ✓ **\$3B** capital investments into health care facilities, schools, highways, Crown infrastructure and other needed capital projects

A Growing Economy

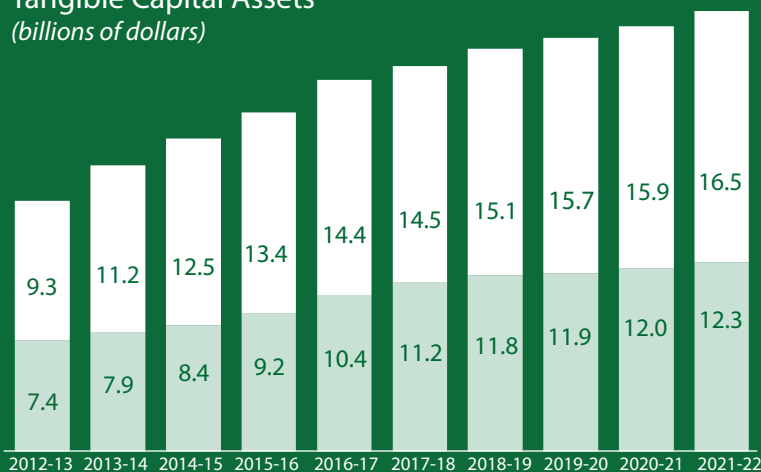
- ✓ Resource revenue up **\$669M** at mid-year from budget, with higher oil prices and higher potash prices reflecting strength in the energy and mining sectors
- ✓ **\$617M** increase in taxation revenue at mid-year over budget, largely from higher income and sales tax revenues, underscoring the province's economic resilience
- ✓ Competitive tax rates and targeted business incentives helping to attract private capital investment - **\$10B** in projects announced in 2021
- ✓ Real GDP growth forecast of **3.6 per cent** at mid-year for 2021, up from 3.4 per cent at budget



Investments in Capital

Tangible Capital Assets

(billions of dollars)



■ Government Business Enterprises ■ Government Service Organizations

Public Debt

(millions of dollars)

	2021-22 Budget	First Quarter	2021-22 Mid-Year
General Revenue Fund (GRF)			
- Operating	9,400.0	9,525.0	9,675.0
- Saskatchewan Capital Plan	8,142.0	8,142.0	8,042.0
Other Government Service Organizations	313.4	309.9	309.9
Government Service Organization Debt	17,855.4	17,976.9	18,026.9
Government Business Enterprise Debt	9,910.9	9,880.1	9,805.6
Public Debt	27,766.3	27,857.0	27,832.5



2nd Highest Credit Rating in Canada

Moody's Investors Service Aa1
Standard & Poor's AA
DBRS Morningstar AA (low)

Saskatchewan Forecast at a Glance

(at mid-year, per cent change unless otherwise noted)

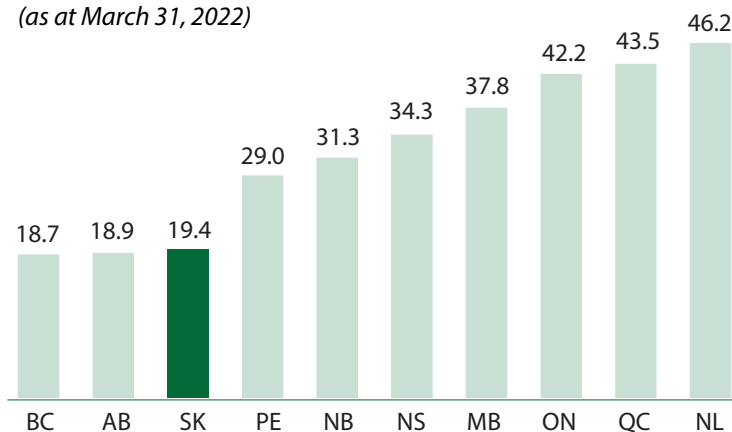
	2020	2021	2022
Real GDP	(4.9)	3.6	3.8
Nominal GDP	(6.6)	11.0	5.0
CPI	0.6	2.6	2.0
Employment Growth (000s)	(26.8)	15.9	12.0
Unemployment Rate (%)	8.4	7.0	6.6
Retail Sales	(1.3)	6.1	6.1

2020 actual
Source: Ministry of Finance (November 2021)

saskatchewan.ca/budget

Projected Net Debt as a % of GDP

(as at March 31, 2022)



Sources: Net Debt. Jurisdictions most recent data (as of November 18, 2021)
GDP: SK: Saskatchewan Ministry of Finance; All others: Conference Board of Canada

Key Fiscal Year Non-Renewable Resource Forecast Assumptions

	2020-21 Actual	2021-22 Budget	2021-22 Mid-Year
WTI Oil Price (US\$/barrel)	42.32	54.33	69.29
Light-Heavy Differential (% of WTI)	16.9	19.7	12.7
Well-head Oil Price (C\$/barrel) ¹	36.54	49.31	68.85
Oil Production (million barrels)	152.5	160.0	162.7
Potash Price (mine netback, US\$/KCl tonne) ²	180	191	272
Potash Price (mine netback, C\$/K ₂ O tonne) ²	390	396	558
Potash Sales (million K ₂ O tonnes) ²	14.1	14.3	14.2
Canadian Dollar (US cents)	75.75	79.12	80.13

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

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

Economic Strengths

- Second highest employment rate in Canada, 62.6 per cent year-to-date
- Employment up by 13,730 jobs, or 2.5 per cent through ten months of this year over the same period in 2020
- Strongest growth in manufacturing sales and second highest growth in housing starts, so far this year
- Global demand is driving energy product exports, up 62.7 per cent from January to September 2021, compared to the same time period in 2020

Saskatchewan