

2013-14 Second Quarter Fiscal Update and Economic Statement

November 26, 2013



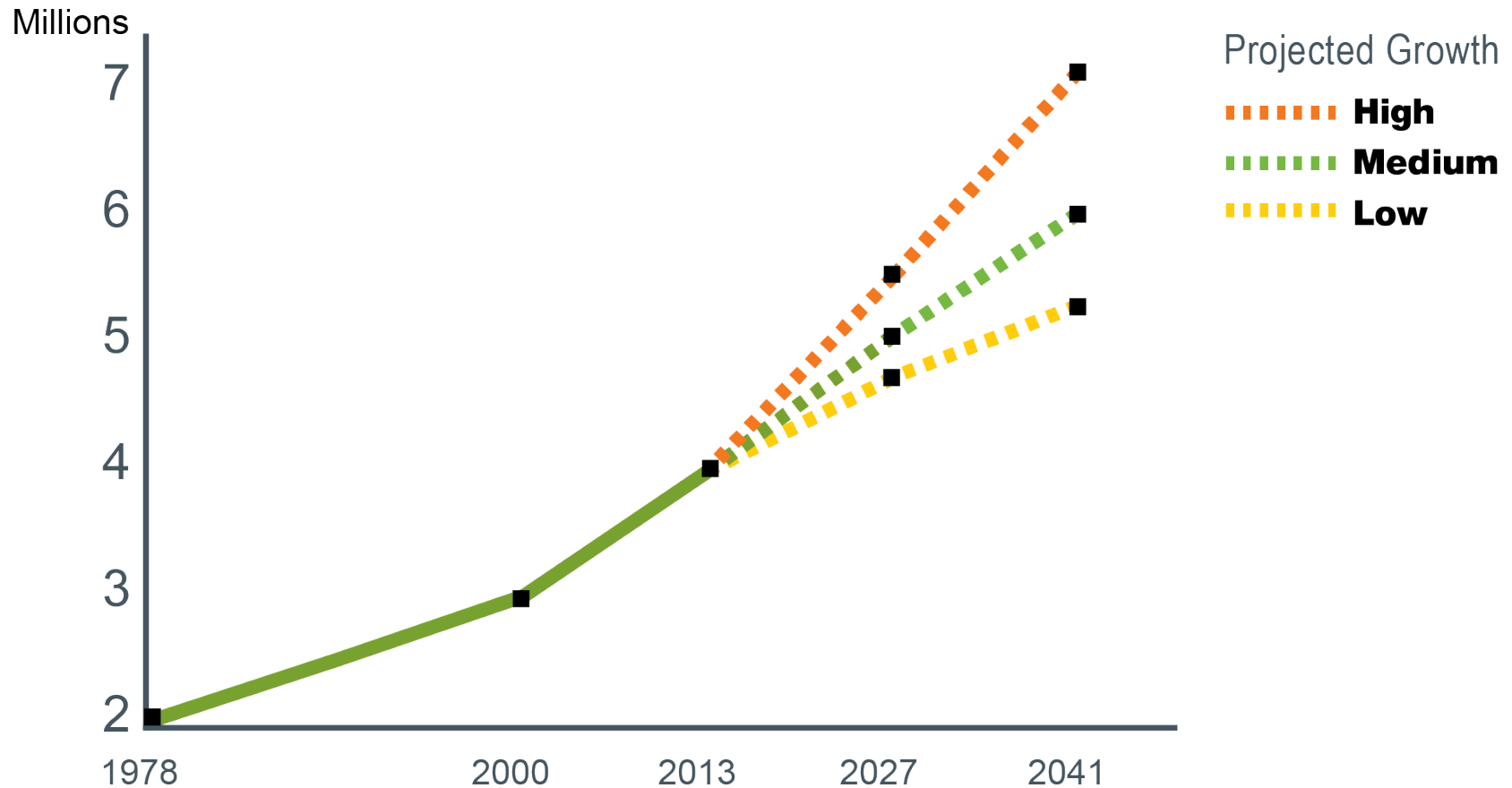


- **Turning the corner**
- **Challenges remain**
 - Fastest growing province
 - Floods
 - Bitumen bubble is back

Booming Population



Alberta's Population



Flood Costs



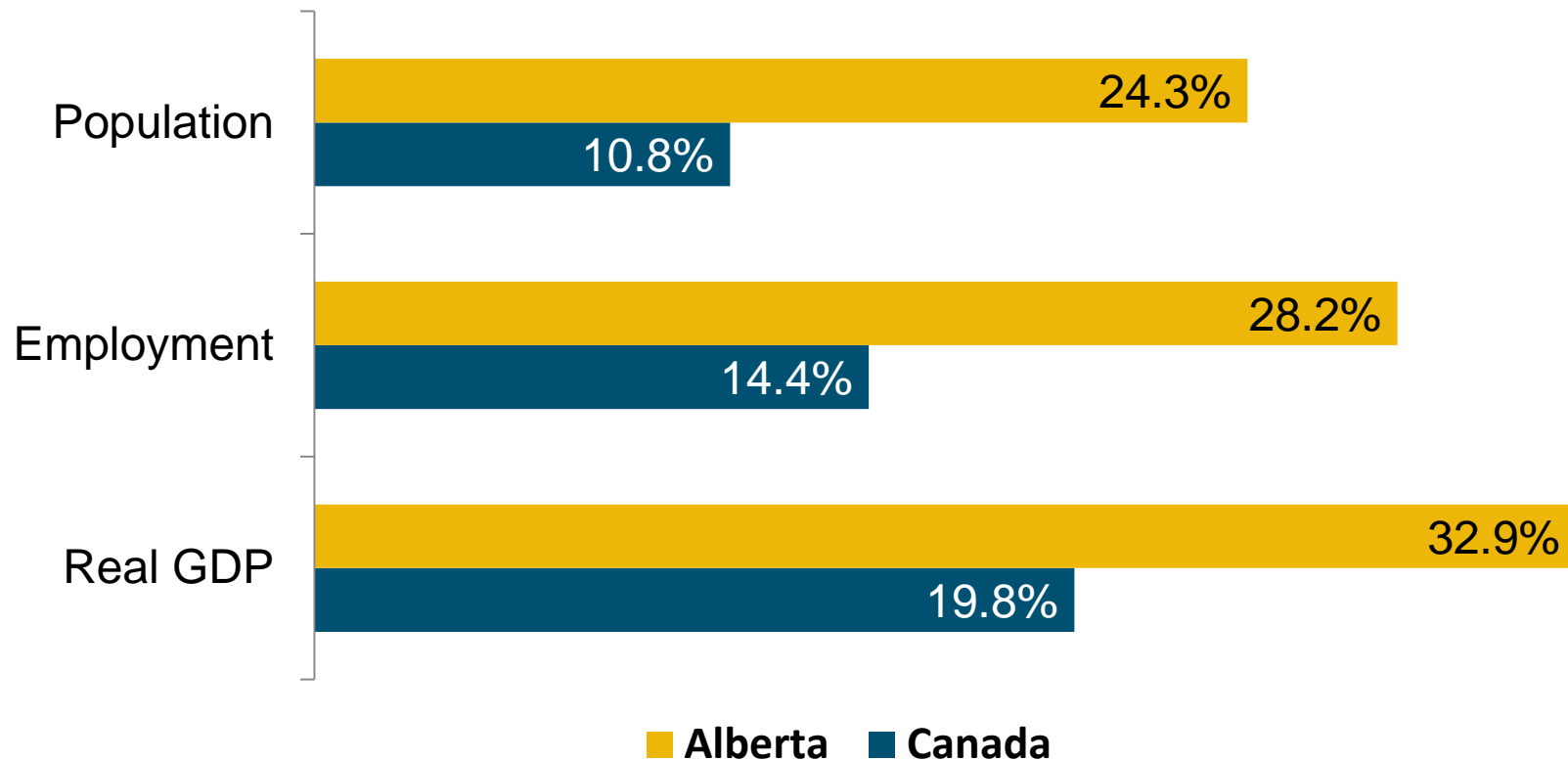
- June 24 - Floods
- June 27 - \$1 B commitment
- November 25 - \$764 M supplementary estimate

Economic Strength



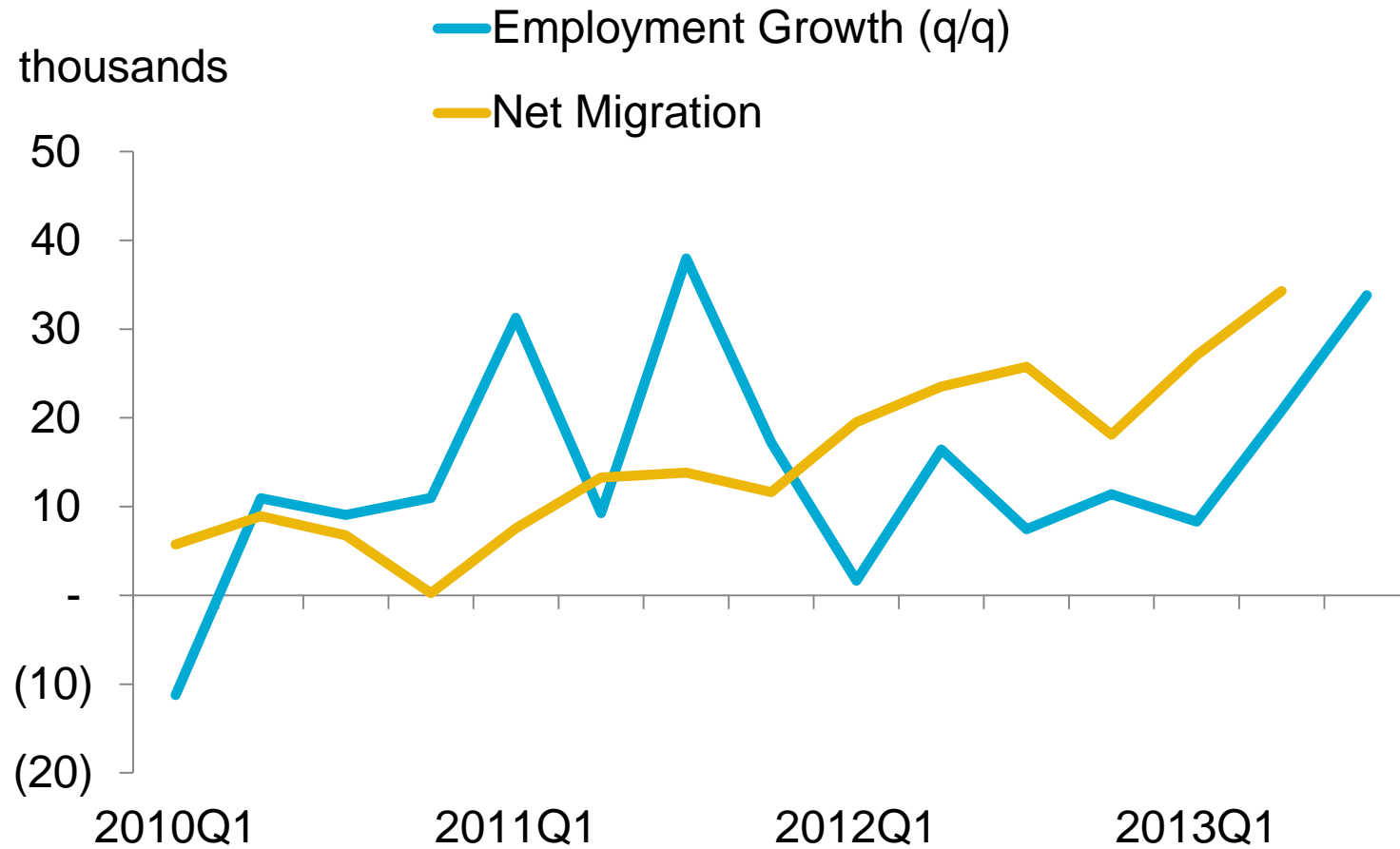
- Solid foundation
- Strong growth
- Net asset position

Economic Strength



Growth in select indicators 2002-2012

Employment and Migration



Q2 - Actual Results

Operational Plan	6 Month Estimate	Q2 Actual
• Operational Revenue	\$19 B	↑ \$20.4 B
• Operational Expense	\$19 B	↑ \$19.3 B
• Disaster/Emergency Assistance	\$15 M	↑ \$ 458 M
• Operational Deficit/Surplus	\$58 M deficit	↑ \$1.1 B surplus

Fiscal year end operational balance range:
\$250 M surplus to \$250 M deficit

Oil Price Differential





Market access the biggest factor affecting oil revenue

- Opening new markets
- Washington D.C. visits
- Asia
- Canadian Energy Strategy

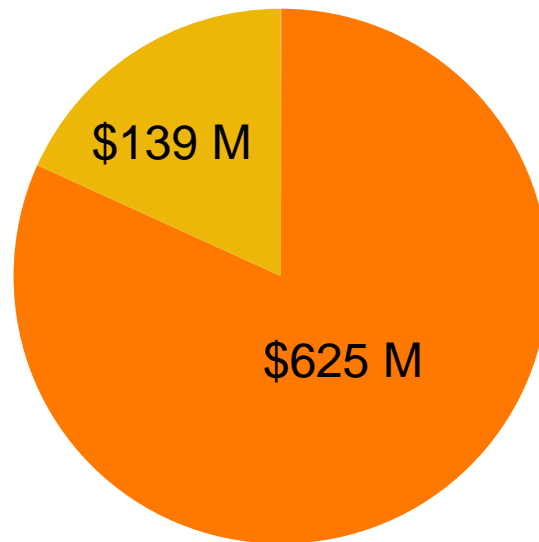


Flood spending forecast

- \$4.3 B this year
- \$3.1 B federal government
- \$1.2 B Alberta government

Flood Costs

\$764 M for initial requirement to support Albertans, businesses and communities.



- Cash cards, First Nations housing, purchasing homes in floodway, Hand-up Plan for small business, etc.
- Roads, bridges, erosion repair, etc.

Revised Budget Forecast

Budget Estimate - Operational Plan		Revised Operational Forecast	
Operational Revenue	\$37.7 B	↑	\$42.7 B
Operational Expense	\$38.1 B	↑	\$42.7 B
Operational Deficit	\$451 M	↑	Operational Surplus \$15 M
Budget Estimate - Capital Plan		Revised Capital Plan Forecast	
Capital Plan Spending	\$5.2 B	↑	\$5.7 B
*Budget Balance Sheet Forecast		*Revised Balance Sheet Forecast	
Contingency Account	\$0.7 B	↑	\$2.6 B
Heritage Fund and other funds	\$18.5 B	-	\$18.5 B
Net Assets	\$42.3 B	↑	\$42.5 B
*at March 31, 2014			

Questions

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