

Highlights of the 2020-21 Budget

Budget – For the Year Ended March 31

(millions of dollars)	Budget 2020-21	Prelim 2019-20	Budget 2019-20
Revenue			
Taxation	7,202.8	7,553.3	7,588.5
Non-renewable resources	997.4	1,750.3	1,826.8
Net income from GBEs	728.8	855.3	1,080.5
Other own-source revenue	1,933.1	2,138.4	2,062.1
Transfers from the federal government	2,786.6	2,589.8	2,467.2
Total Revenue	13,648.7	14,887.1	15,025.1
Expense			
Agriculture	798.8	633.0	841.5
Community development	762.8	641.4	681.2
Economic development	389.8	232.6	227.3
Education	3,361.9	3,501.6	3,282.5
Environment and natural resources	362.4	196.7	197.1
Financing charges	718.2	675.0	694.4
Health	6,176.3	6,051.4	5,888.2
Other	421.9	505.8	439.3
Protection of persons and property	806.5	787.1	774.4
Social services and assistance	1,490.3	1,436.3	1,432.7
Transportation	585.8	545.5	532.1
Health and public safety contingency	200.0	-	-
Total Expense	16,074.7	15,206.4	14,990.7
Surplus/(Deficit)	(2,426.0)	(319.3)	34.4

Totals may not add due to rounding.

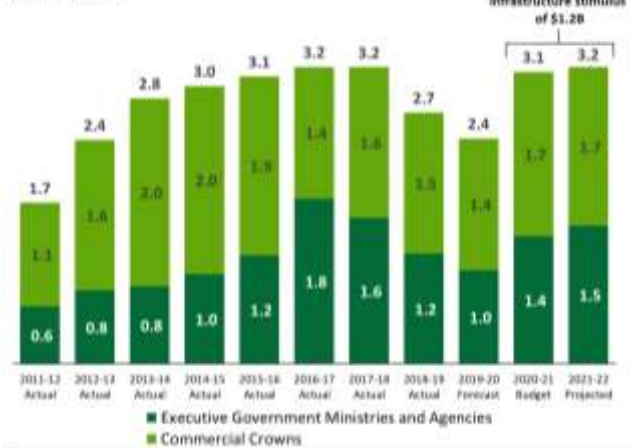
The presentation of expense in Budget 2019-20 has been reclassified to conform with the presentation in Budget 2020-21 and Preliminary 2019-20.

- Saskatchewan was on track for modest surpluses in 2019-20 and 2020-21, coming into the crisis with low debt levels.
- The province is well positioned to face the COVID-19 pandemic and oil price challenges given the nature of its economy.
- In April, total goods exports fell by 8.2 per cent versus the 35.3 per cent decline for Canada. Agriculture exports were up 20.1 per cent.
- Saskatchewan had Canada's second lowest unemployment rate in May at 12.5 per cent.
- The number of workers declined by 12.4 per cent from February to April, lowest decline among the provinces.
- January to May urban housing starts were third highest among the provinces.

Infrastructure investments to stimulate growth

CAPITAL INVESTMENTS

(billions of dollars)



SASKATCHEWAN POPULATION GROWTH

(January 1)

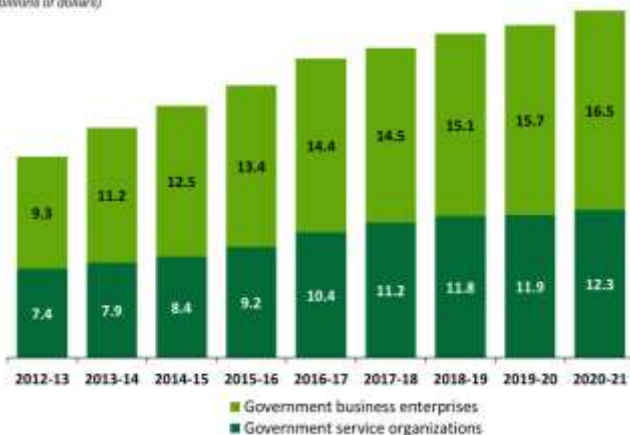


Saskatchewan forecast at a glance

(% change unless noted otherwise)	2020	2021
Real GDP	-6.3	4.6
Nominal GDP	-12.8	7.2
Employment Growth (000s)	-15.8	6.8
Unemployment Rate (%)	8.6	7.6
Retail Sales	-18.8	4.5

GROWTH IN TANGIBLE CAPITAL ASSETS

(billions of dollars)



SCHEDULE OF PUBLIC DEBT

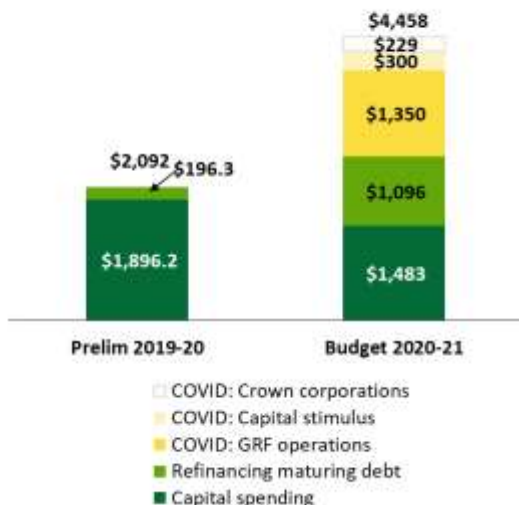
(as at March 31)

	Budget 2020-21	Prelim 2019-20	Budget 2019-20
<i>(millions of dollars)</i>			
General Revenue Fund (GRF)			
- Operating	7,300.0	6,150.0	6,150.0
- Saskatchewan Capital Plan	6,691.4	5,402.9	5,404.0
Other Government Service Organizations	345.2	402.0	380.1
Government Service Organization Debt	14,336.6	11,954.9	11,934.1
Government Business Enterprise Debt	10,032.6	9,376.6	9,757.8
Public Debt	24,369.2	21,331.5	21,691.9

Additional COVID-19 related borrowing of \$1.9B expected in 2020-21 to maintain services and infrastructure investments

BORROWING REQUIREMENTS

(millions of dollars)



Saskatchewan's low debt provides flexibility during the crisis

PROJECTED NET DEBT AS A % OF GDP

(as at March 31, 2020)



Sources: Jurisdictions most recent data as of June 8, 2020; Statistics Canada, Conference Board of Canada

Non-renewable resources forecast assumptions and sensitivities

	Budget 2020-21	Actual 2019-20
Oil:		
WTI Oil Price (US\$ per barrel)	30.00	54.80
Light-Heavy Differential (% of WTI)	40.0	20.9
Well-head Oil Price (C\$ per barrel)	21.00	52.54
Oil Production (million barrels)	146.0	178.9
Potash:		
Potash Price (mine netback, US\$/KCl tonne)	188	223
Potash Price (mine netback, C\$/K ₂ O tonne)	434	490
Potash Sales (million K ₂ O tonnes)	13.9	12.7
Canadian Dollar (US cents)	71.00	75.19

SENSITIVITIES

- US\$1 per barrel change in average annual WTI oil price = \$11M
- US\$10 per KCl tonne change in average potash price = \$64M
- 1 US cent change in average annual exchange rate = \$22M

CREDIT RATINGS OF THE PROVINCE

Moody's Investors Service	Aaa
Standard & Poor's	AA
DBRS Morningstar	AA