

Fiscal Update and Outlook

Fact Sheet

2010-2011 Update:

- Projected deficit of \$739.9 million, in line with the original budget projection and an improvement of \$80.5 million from November update.
- Reflects the \$43 million in-year spending restraint program in conjunction with increased projections of tax revenues based on new information.
- Revenues are projected to be \$7.483 billion, an increase of \$177.1 million over the 2010-2011 Budget.
- Expenses are projected to be \$8.223 billion, an increase over the 2010-2011 Budget of \$168.2 million.
- Net debt is projected to increase \$1.235 billion to approximately \$9.6 billion.

2011-2012 Budget:

- Projecting a deficit for 2011-2012 of \$448.8 million, a significant reduction from the \$1 billion estimate last November. This reduction will be achieved through:
 - Approximately \$220 million in spending restraint and program efficiencies;
 - In excess of \$100 million in revenue measures;
 - And an improvement in revenue projections in the order of \$220 million related to projected net income of New Brunswick Electric Finance Corporation, new economic data and new federal estimates.
- Revenues are projected to increase 2.1 per cent over 2010-2011 revised estimates to \$7.642 billion.
- Spending is projected to decrease to \$8.091 billion in 2011-2012, a decline of 1.6 per cent from 2010-2011 revised estimates.
- Net debt is anticipated to increase \$630.3 million over the previous year, totaling approximately \$10.2 billion by year-end 2011-2012.