

FISCAL PLAN TABLES



Fiscal Summary^a

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Revenue	29,328	27,346	34,601	32,408	31,119	30,510
Expense						
Program	23,851	25,535	26,966	28,067	29,161	29,903
Debt servicing costs	302	291	260	245	243	238
Total Expense ^b	24,153	25,826	27,226	28,312	29,404	30,141
Net Revenue (surplus)	5,175	1,520	7,375	4,096	1,715	369
Transfer from Capital Account for Capital Grants	1,209	1,274	1,795	1,896	2,451	2,587
Net transfer from (to) Sustainability Fund	(6,384)	(2,546)	(9,170)	(5,692)	(3,866)	(2,656)
Contingency Allowance	-	248	-	300	300	300

^a For fiscal policy purposes under the *Fiscal Responsibility Act* (pending legislative amendment). Amounts for 2004-05 and 2005-06 have been restated to be comparable to the 2006-07 presentation. Excludes the increase in pension obligations, estimated to be \$147 million in 2006-07, \$149 million in 2007-08 and \$165 million in 2008-09.

^b Capital investment (not included in expense) :

	828	1,037	1,088	1,519	1,199	1,824
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Allocation of Surpluses

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Net Revenue (surplus)	5,175	1,520	7,375	4,096	1,715	369
Adjustments						
Contingency Allowance	-	(248)	-	(300)	(300)	(300)
Retained income of funds and agencies and cash adjustments ^a	(520)	384	(82)	(746)	(217)	(410)
Net cash required for capital investment from Capital Account ^b	(433)	(435)	(494)	(813)	(495)	(1,238)
Net withdrawal from Capital Account ^c	506	-	-	-	95	1,848
Sustainability Fund assets over \$2.5 billion at start of year	-	998	998	1,583	1,908	2,247
Net Amount Available for Allocation	4,728	2,219	7,797	3,820	2,706	2,516
Allocation						
Debt Retirement Account	3,730	-	-	-	-	-
Capital Account - net deposits for future year use	-	1,554	3,569	-	-	-
Heritage Fund - deposit	-	-	1,000	1,000	-	-
Heritage Fund - inflation proofing	-	215	345	242	309	300
Advanced education endowment (in the Heritage Fund)	-	250	750	-	-	-
Scholarship Fund	-	-	250	20	-	-
Medical Research Endowment Fund	-	200	200	150	150	-
Science and Engineering Research Endowment Fund	-	-	100	-	-	-
Alberta Cancer Prevention Legacy Fund	-	-	-	500	-	-
Sustainability Fund assets over \$2.5 billion at end of year	998	-	1,583	1,908	2,247	2,216
Total Allocation	4,728	2,219	7,797	3,820	2,706	2,516

^a Includes cash adjustments and cash from fourth quarter results transferred in the following year.

^b Cash required for capital investment from current year surplus and/or net withdrawal from Capital Account.

^c Net amount withdrawn from Capital Account after current year allocations and withdrawals.

Balance Sheet Summary

(millions of dollars)

	At March 31				
	2005 Actual	2006 Forecast	2007 Estimate	2008 Target	2009 Target
Financial Assets					
Heritage Fund external investments	11,274	13,376	14,699	15,007	15,308
Self-supporting lending organizations	6,037	5,934	6,324	6,587	6,894
Sustainability Fund	3,498	4,083	4,408	4,747	4,716
Endowment funds ^b	1,658	2,299	2,968	3,122	3,130
Capital Account	674	4,243	4,243	4,148	2,300
Debt Retirement Account	3,479	2,214	2,041	1,792	1,166
Other financial assets	7,227	7,520	8,467	8,916	9,714
Total Financial Assets	33,847	39,669	43,150	44,319	43,228
Liabilities					
Accumulated debt	3,475	2,210	2,037	1,788	1,162
Pension obligations	5,235	5,449	5,596	5,745	5,910
Self-supporting lending organizations	4,928	4,671	4,935	5,110	5,347
Liabilities for government-owned capital	8	83	231	345	340
Other liabilities	5,041	5,514	5,621	5,644	5,811
Total Liabilities	18,687	17,927	18,420	18,632	18,570
Net Financial Assets	15,160	21,742	24,730	25,687	24,658
Capital Assets	10,921	11,500	12,461	13,070	14,303
Net Assets	26,081	33,242	37,191	38,757	38,961
Adjustment for pension obligations	5,235	5,449	5,596	5,745	5,910
Net Assets for Fiscal Policy Purposes ^a	31,316	38,691	42,787	44,502	44,871

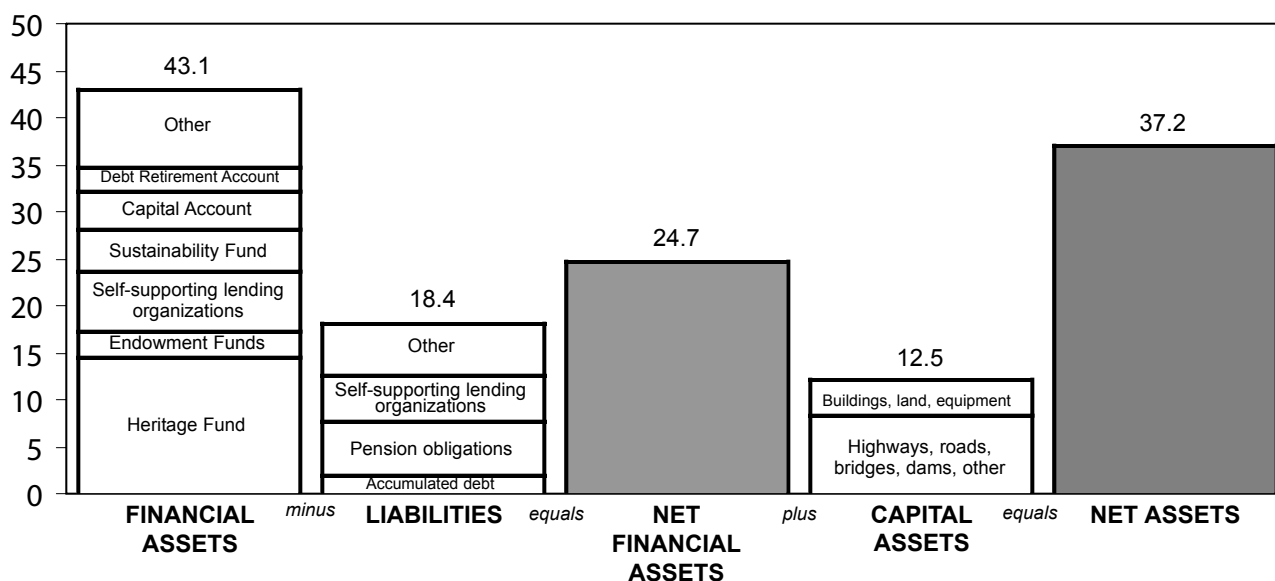
^a Under the *Fiscal Responsibility Act*. Excludes pension obligations.

^b Includes the Alberta Cancer Prevention Legacy Fund.

Estimate of Assets, Liabilities and Net Assets

at March 31, 2007

(billions of dollars)

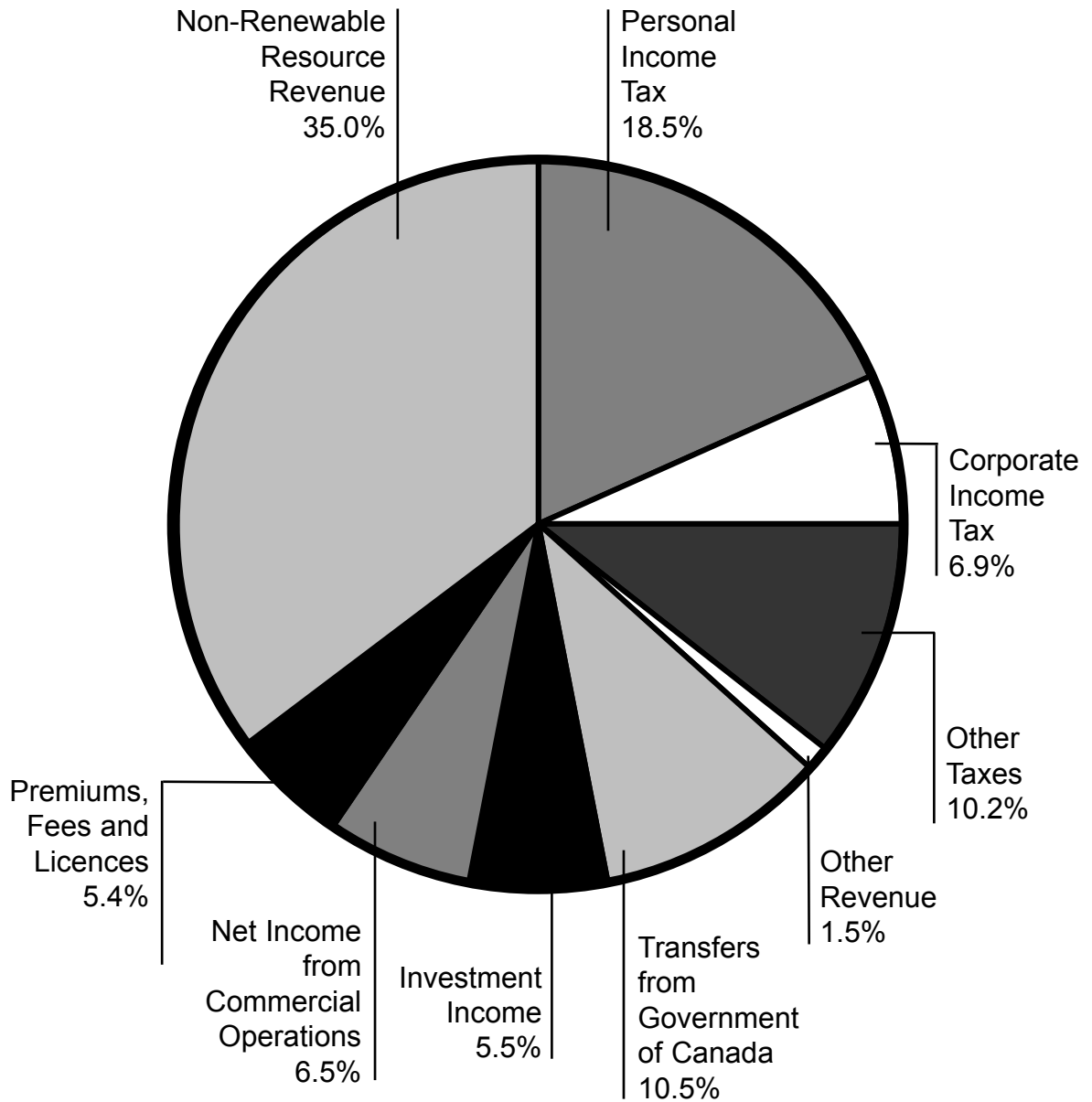


Revenue

(millions of dollars)

	2004-05	2005-06	2005-06	2006-07	2007-08	2008-09
	Actual	Budget	Forecast	Estimate	Target	Target
Income Taxes						
Personal income tax	4,649	5,199	5,897	5,999	6,423	6,867
Alberta 2005 Resource Rebate	-	-	(1,320)	-	-	-
Corporate income tax	2,364	2,278	2,596	2,227	2,131	2,188
	7,013	7,477	7,173	8,226	8,554	9,055
Other Taxes						
School property tax	1,247	1,273	1,284	1,306	1,356	1,410
Tobacco tax	698	735	723	740	755	770
Fuel tax	641	645	635	643	655	665
Freehold mineral rights tax	306	310	349	386	313	280
Insurance taxes	212	186	197	195	207	220
Hotel room tax/Tourism levy	61	50	50	50	51	53
	3,165	3,199	3,238	3,320	3,337	3,398
Non-Renewable Resource Revenue						
Natural gas and by-products royalty	6,439	5,418	8,238	7,146	5,578	4,942
Crude oil royalty	1,273	923	1,447	954	798	685
Synthetic crude oil and bitumen royalty	718	393	1,184	1,716	1,712	1,351
Coal royalty	11	8	11	11	11	11
Bonuses and sales of Crown leases	1,252	886	3,440	1,479	1,293	1,191
Rentals and fees	153	145	155	150	150	148
Royalty tax credit	(102)	(93)	(113)	(102)	(94)	(90)
	9,744	7,680	14,362	11,354	9,448	8,238
Transfers from Government of Canada						
Health transfers	1,737	2,048	1,867	1,888	2,015	2,096
Canada Social Transfer	605	690	614	678	718	745
Agriculture support programs	506	355	227	303	302	300
Other	371	408	655	529	537	517
	3,219	3,501	3,363	3,398	3,572	3,658
Net Income from Commercial Operations						
Alberta Gaming and Liquor Commission						
Gaming and lottery revenue	1,260	1,202	1,291	1,300	1,315	1,236
Liquor revenue	567	560	570	571	581	592
Alberta Treasury Branches	187	162	195	217	242	278
Other	6	5	6	6	6	7
	2,020	1,929	2,062	2,094	2,144	2,113
Premiums, Fees and Licences						
Health care insurance premiums	918	875	903	882	897	913
Motor vehicle licences	285	291	298	305	313	321
Crop and hail insurance premiums	136	157	142	124	141	148
Timber rentals and fees	130	81	120	81	71	78
Land titles	47	50	54	54	57	60
Other	288	277	282	306	315	321
	1,804	1,731	1,799	1,752	1,794	1,841
Investment Income						
Alberta Heritage Savings Trust Fund	1,078	669	1,197	874	833	847
Alberta Capital Finance Authority	305	287	286	275	261	246
Agriculture Financial Services Corporation	81	86	84	86	91	97
Sustainability Fund	80	80	90	125	165	175
Debt Retirement Account	56	115	115	89	81	62
Endowment Funds						
Medical Research	73	37	93	61	68	80
Science and Engineering Research	29	20	51	31	35	39
Scholarship	21	13	37	27	28	29
Capital Account	28	28	55	135	165	95
Other	61	41	98	64	71	71
	1,812	1,376	2,106	1,767	1,798	1,741
Other						
Refunds of expense	123	82	99	97	97	97
Fines and penalties	73	72	72	78	78	78
Miscellaneous	355	299	327	322	297	291
	551	453	498	497	472	466
Total Revenue	29,328	27,346	34,601	32,408	31,119	30,510

2006-07 Revenue
\$32.4 billion



Expense by Ministry

(millions of dollars)

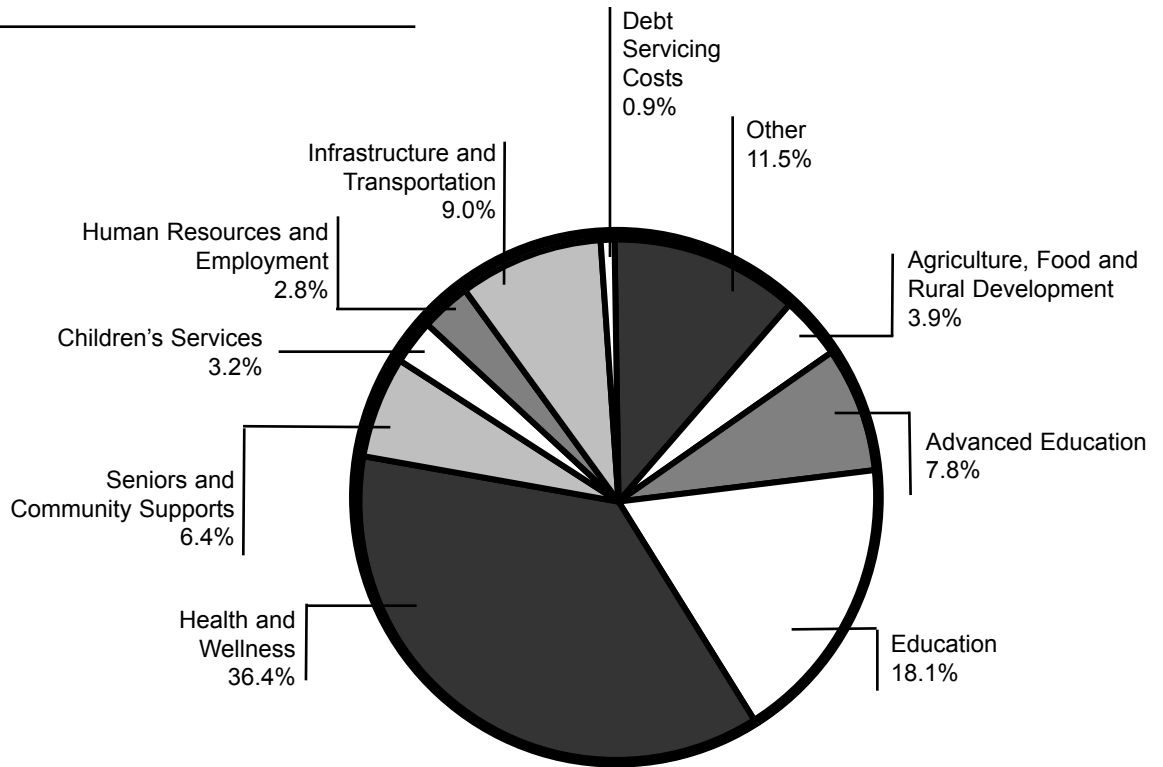
	2004-05	2005-06	2005-06	2006-07	2007-08	2008-09
	Actual	Budget	Forecast	Estimate	Target	Target
Program						
Legislative Assembly	72	70	69	75	77	93
Aboriginal Affairs and Northern Development	35	39	39	44	30	30
Advanced Education	1,663	1,761	1,845	2,198	2,498	2,515
Agriculture, Food and Rural Development	1,287	1,146	1,033	1,093	959	969
Children's Services	753	790	819	918	945	952
Community Development	186	231	282	242	209	210
Economic Development	69	92	91	103	106	108
Education	4,438	4,706	4,800	5,127	5,229	5,354
Energy	189	200	202	219	221	221
Environment	130	135	140	143	143	145
Executive Council	17	22	22	25	26	26
Finance	574	586	564	596	603	607
Gaming	196	169	243	202	247	247
Government Services	76	90	89	99	101	103
Health and Wellness	8,925	9,351	9,580	10,315	11,109	11,519
Human Resources and Employment	753	772	780	789	785	782
Infrastructure and Transportation	1,659	2,350	2,917	2,548	2,535	2,629
Innovation and Science	195	180	195	181	165	164
International and Intergovernmental Relations	8	10	10	11	10	10
Justice	279	310	313	348	356	357
Municipal Affairs	147	126	304	139	142	146
Restructuring and Government Efficiency	114	149	132	147	147	147
Seniors and Community Supports	1,417	1,627	1,767	1,817	1,816	1,866
Solicitor General and Public Security	355	402	413	450	463	463
Sustainable Resource Development	314	221	317	238	239	240
Total Program Expense	23,851	25,535	26,966	28,067	29,161	29,903
Debt Servicing Costs	302	291	260	245	243	238
Total Expense	24,153	25,826	27,226	28,312	29,404	30,141

Expense by Function

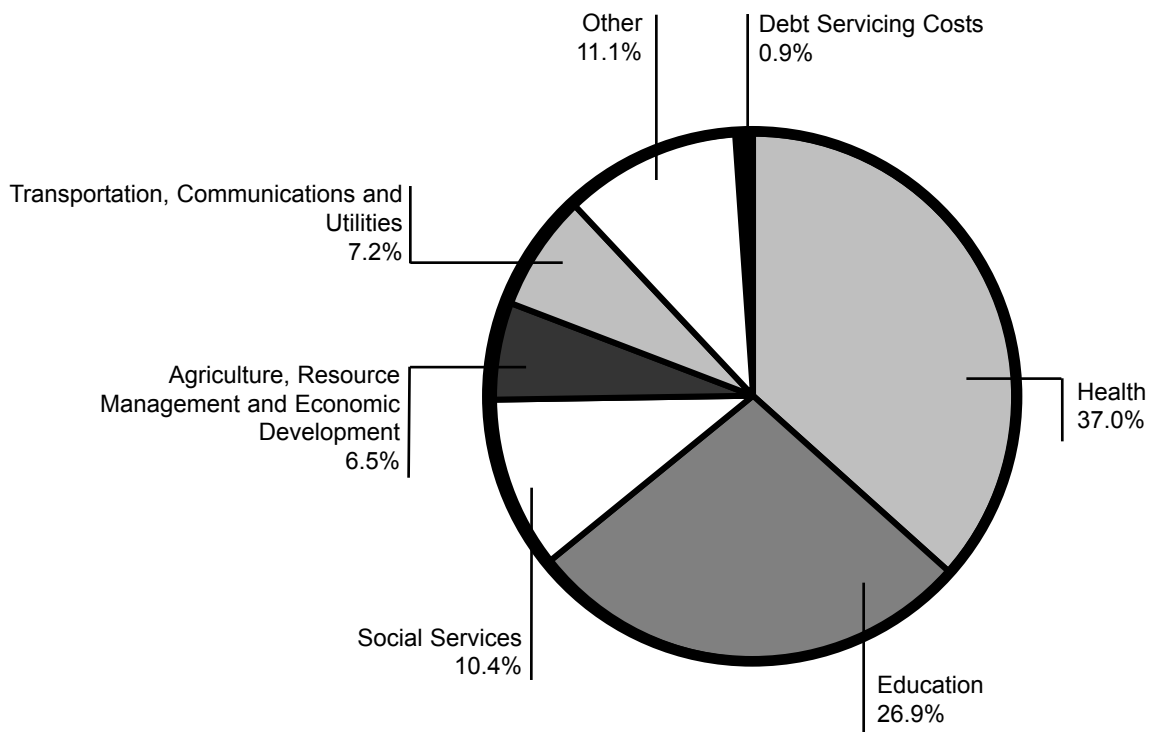
(millions of dollars)

	2004-05	2005-06	2005-06	2006-07	2007-08	2008-09
	Actual	Budget	Forecast	Estimate	Target	Target
Health	9,059	9,493	9,717	10,462	11,263	11,682
Education	6,370	6,758	6,922	7,628	8,026	8,164
Social Services	2,438	2,656	2,737	2,952	3,041	3,095
Transportation, Communications and Utilities	1,226	1,904	2,434	2,043	2,020	2,118
Agriculture, Resource Management and Economic Development	1,929	1,822	1,793	1,845	1,752	1,772
Protection of Persons and Property	948	901	1,176	999	1,021	1,025
Regional Planning and Development	421	409	416	410	381	365
Recreation and Culture	278	313	362	323	290	291
Environment	185	191	197	202	202	205
Housing	159	178	287	199	136	136
General Government	838	910	925	1,004	1,029	1,050
Debt Servicing Costs	302	291	260	245	243	238
Total Expense	24,153	25,826	27,226	28,312	29,404	30,141

2006-07 Expense By Ministry
\$28.3 billion



2006-07 Expense By Function
\$28.3 billion



2006-07 Expense by Function Details

(millions of dollars)

	Health		Education		Social Services		Transportation ^a		Economic Development ^b		Protection of Persons and Property		Regional Planning and Development		Recreation and Culture Environment		Housing Government		General Government		Debt Servicing Costs		Total Expense
Legislative Assembly	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	75	—	—	—	75
Aboriginal Affairs and Northern Development	—	—	—	—	—	—	—	—	—	—	—	—	—	44	—	—	—	—	—	—	—	—	44
Advanced Education	—	2,198	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	2,198
Agriculture, Food and Rural Development	—	—	—	—	—	—	—	—	1,093	—	—	—	—	—	—	—	—	—	—	—	—	—	1,141
Children's Services	—	—	—	—	918	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	918
Community Development	—	—	—	—	—	—	—	—	—	7	—	—	—	—	—	235	—	—	—	—	—	—	242
Economic Development	—	—	—	—	—	—	—	—	103	—	—	—	—	—	—	—	—	—	—	—	—	—	103
Education	—	5,127	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	6	5,133
Energy	—	—	—	—	—	—	9	—	150	—	—	—	—	—	13	—	—	—	—	—	—	—	219
Environment	—	—	—	—	—	—	—	—	—	—	—	—	—	—	143	—	—	—	—	—	—	—	143
Executive Council	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	25
Finance	55	—	—	—	—	—	—	—	28	29	—	—	—	275	—	—	—	—	—	—	—	168	764
Gaming	—	—	—	—	—	—	—	—	114	—	—	—	—	—	88	—	—	—	—	—	—	—	202
Government Services	—	—	—	—	—	—	—	—	4	90	—	—	—	—	—	—	—	—	—	—	—	—	99
Health and Wellness	10,315	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	10,315
Human Resources and Employment	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	789
Infrastructure and Transportation	3	300	3	—	419	—	—	2,034	16	38	—	—	—	3	—	—	—	—	—	—	—	—	2,548
Innovation and Science	—	—	—	—	—	—	—	—	181	—	—	—	—	—	—	—	—	—	—	—	—	—	181
International and Intergovernmental Relations	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	11
Justice	—	—	—	—	70	—	—	—	—	278	—	—	—	—	—	—	—	—	—	—	—	—	348
Municipal Affairs	—	—	—	—	—	—	—	—	—	15	—	—	—	88	—	—	—	—	—	—	—	—	139
Restructuring and Government Efficiency	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	147
Seniors and Community Supports	89	—	—	—	1,529	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	1,840
Solicitor General and Public Security	—	—	—	—	16	—	—	—	—	434	—	—	—	—	—	—	—	—	—	—	—	—	450
Sustainable Resource Development	—	—	—	—	—	—	—	—	147	67	—	—	—	—	—	—	—	—	—	—	—	—	238
Total Expense	10,462	7,628	7,628	2,952	2,043	1,845	999	410	323	202	199	1,004	245	28,312									

^a Transportation, Communications and Utilities.

^b Agriculture, Resource Management and Economic Development.

2006-07 Expense by Object

(millions of dollars)

	Salaries, Wages, and Employee Benefits	Supplies and Services	Grants to Others	Internal Government Transfers	Financial Transactions and Other	Amortization of Capital Assets	Intra-Ministry Consolidation Adjustments	Ministry Expense	Inter-Ministry Consolidation Adjustments	Total Expense
Legislative Assembly	37	23	—	—	15	—	—	75	—	75
Aboriginal Affairs and Northern Development	9	7	28	—	—	—	—	44	—	44
Advanced Education	37	50	2,106	—	—	5	—	2,198	—	2,198
Agriculture, Food and Rural Development	126	63	223	337	719	10	(337)	1,141	—	1,141
Children's Services	187	603	127	653	—	1	(653)	918	—	918
Community Development	69	51	110	60	—	12	(60)	242	—	242
Economic Development	28	51	24	—	—	—	—	103	—	103
Education	59	90	4,977	—	6	1	—	5,133	—	5,133
Energy	128	61	14	55	—	16	(55)	219	—	219
Environment	71	46	6	—	—	20	—	143	—	143
Executive Council	20	5	—	—	—	—	—	25	—	25
Finance	92	337	120	2,426	297	7	(2,352)	927	(163)	764
Gaming	3	3	196	1,306	—	—	(197)	1,311	(1,109)	202
Government Services	42	51	—	—	—	6	—	99	—	99
Health and Wellness	115	177	9,934	92	42	47	(92)	10,315	—	10,315
Human Resources and Employment	148	129	506	—	3	3	—	789	—	789
Infrastructure and Transportation	130	524	1,484	—	98	315	—	2,551	(3)	2,548
Innovation and Science	53	57	71	44	—	2	(44)	183	(2)	181
International and Intergovernmental Relations	7	4	—	—	—	—	—	11	—	11
Justice	220	56	44	—	25	3	—	348	—	348
Municipal Affairs	30	20	87	—	—	2	—	139	—	139
Restructuring and Government Efficiency	80	140	—	—	—	31	—	251	(104)	147
Seniors and Community Supports	135	316	1,340	1,181	67	25	(1,181)	1,883	(43)	1,840
Solicitor General and Public Security	171	201	77	—	—	1	—	450	—	450
Sustainable Resource Development	136	75	15	28	1	11	(24)	242	(4)	238
Total Expense	2,133	3,140	21,489	6,182	1,273	518	(4,995)	29,740	(1,428)	28,312

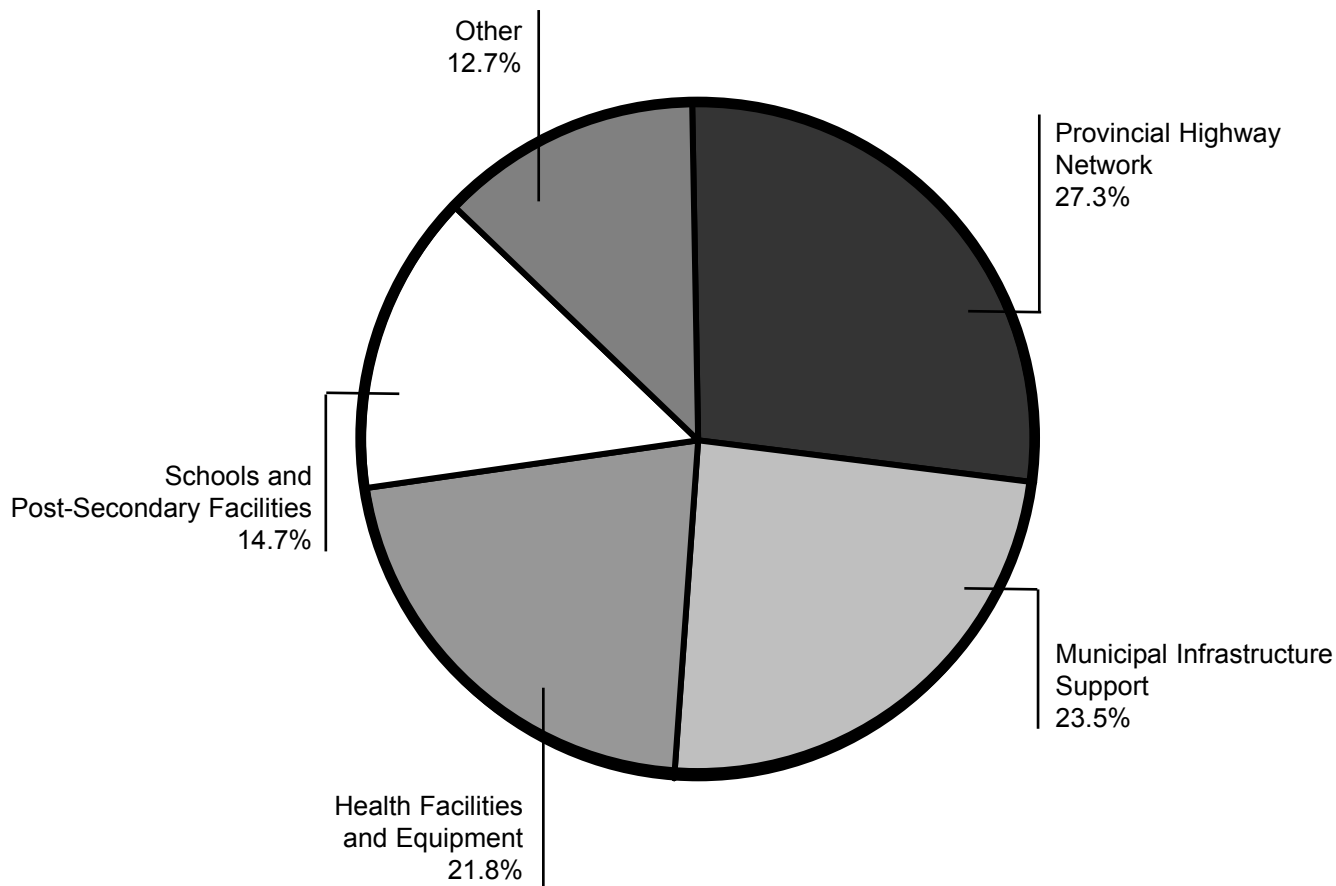
Capital Plan

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target	2006-09 Total
Municipal infrastructure support	361	989	1,009	1,014	1,046	1,067	3,127
Provincial highway network	570	699	711	1,074	922	1,641	3,637
Health facilities and equipment	892	577	681	748	1,123	1,039	2,910
Schools	222	201	243	339	272	222	833
Post-secondary facilities	231	111	196	278	459	385	1,122
Community facilities and centennial projects	161	171	271	121	115	140	376
Water and wastewater management	101	90	153	90	109	78	277
Government facilities, housing and equipment	304	328	464	345	167	156	668
Capital for emergent projects	-	-	28	172	100	100	372
Total Capital Plan	2,842	3,166	3,756	4,181	4,313	4,828	13,322

2006-09 Capital Plan

\$13.3 billion



Capital Plan Funding Details

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Support for Local Authorities' Capital						
Current-year revenue	676	716	759	678	570	229
Capital Account	1,209	1,274	1,795	1,896	2,451	2,587
Alternatively financed	-	26	-	-	-	-
Total Support for Local Authorities' Capital	1,885	2,016	2,554	2,574	3,021	2,816
Government-Owned Capital ^a						
Current-year revenue	524	632	625	646	681	774
Capital Account	433	435	494	813	495	1,238
Alternatively financed	-	83	83	148	116	-
Total Government-Owned Capital	957	1,150	1,202	1,607	1,292	2,012
Capital Plan						
Current-year revenue	1,200	1,348	1,384	1,324	1,251	1,003
Capital Account	1,642	1,709	2,289	2,709	2,946	3,825
Alternatively financed	-	109	83	148	116	-
Total Capital Plan	2,842	3,166	3,756	4,181	4,313	4,828

^a Includes provincial highway planning and rehabilitation projects which are included in program expense.

Capital Account

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Assets at start of year	1,180	674	674	4,243	4,243	4,148
Allocations to Capital Account						
Current year use	1,136	1,709	2,289	2,709	2,851	1,977
Future year use	-	1,554	3,569	-	-	-
Total Allocations to Capital Account	1,136	3,263	5,858	2,709	2,851	1,977
Withdrawals						
Capital grants to local authorities	(1,209)	(1,274)	(1,795)	(1,896)	(2,451)	(2,587)
Government-owned capital investment	(433)	(435)	(494)	(813)	(495)	(1,238)
Total Withdrawals	(1,642)	(1,709)	(2,289)	(2,709)	(2,946)	(3,825)
Assets at End of Year	674	2,228	4,243	4,243	4,148	2,300

Capital Investment in Government-Owned Capital^a

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Legislative Assembly	2	-	-	-	-	-
Aboriginal Affairs and Northern Development	-	-	-	-	-	-
Advanced Education	5	8	6	4	4	4
Agriculture, Food and Rural Development	13	8	14	10	13	11
Children's Services	2	-	3	4	2	2
Community Development	9	45	53	26	21	21
Economic Development	-	-	1	-	-	-
Education	1	5	4	4	1	1
Energy	16	13	13	18	18	18
Environment	5	3	3	3	2	2
Executive Council	-	-	-	-	-	-
Finance	7	6	6	6	6	6
Gaming	-	-	-	-	-	-
Government Services	6	10	9	11	11	10
Health and Wellness	46	74	69	76	62	62
Human Resources and Employment	3	4	4	4	4	4
Infrastructure and Transportation	648	823	870	1,280	1,009	1,637
Innovation and Science	5	4	9	6	6	6
International and Intergovernmental Relations	-	-	-	-	-	-
Justice	3	1	1	22	4	4
Municipal Affairs	1	1	1	1	1	1
Restructuring and Government Efficiency	44	3	3	4	4	4
Seniors and Community Supports	1	1	1	1	1	1
Solicitor General and Public Security	-	-	-	-	1	1
Sustainable Resource Development	11	28	18	39	29	29
Total Capital Investment	828	1,037	1,088	1,519	1,199	1,824

^a Includes inventory purchases. Not included in expense.

Grants to Local Authorities for Capital Purposes and Other Capital Support^a

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Advanced Education	215	104	185	273	455	381
Agriculture, Food and Rural Development	24	27	34	29	29	29
Community Development	15	32	55	36	2	2
Education	222	201	243	339	272	222
Environment	12	1	6	1	1	1
Finance	4	4	4	4	4	4
Gaming	78	45	115	45	45	45
Health and Wellness	847	486	616	672	1,060	977
Infrastructure and Transportation	526	1,152	1,240	1,190	1,243	1,340
Innovation and Science	12	2	7	1	-	-
Municipal Affairs	3	3	3	3	3	3
Seniors and Community Supports	56	51	160	69	-	-
Total Support	2,014	2,108	2,668	2,662	3,114	3,004

^a Included in program expense. Includes provincial highway planning and rehabilitation.

Capital Amortization for Government-Owned Capital^a

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Legislative Assembly	-	-	-	-	-	-
Aboriginal Affairs and Northern Development	-	-	-	-	-	-
Advanced Education	1	5	5	5	5	5
Agriculture, Food and Rural Development	8	8	9	10	10	10
Children's Services	1	1	1	1	2	2
Community Development	10	11	11	12	13	15
Economic Development	-	-	-	-	-	-
Education	1	1	1	1	1	1
Energy	14	15	15	16	16	16
Environment	18	20	20	20	21	22
Executive Council	-	-	-	-	-	-
Finance	6	7	7	7	8	7
Gaming	-	-	-	-	-	-
Government Services	2	4	3	6	7	9
Health and Wellness	36	29	36	47	50	53
Human Resources and Employment	3	3	3	3	3	3
Infrastructure and Transportation	267	315	315	315	326	327
Innovation and Science	3	3	2	2	3	3
International and Intergovernmental Relations	-	-	-	-	-	-
Justice	2	3	3	3	8	8
Municipal Affairs	2	2	2	2	3	2
Restructuring and Government Efficiency	7	35	18	31	31	31
Seniors and Community Supports	24	25	25	25	25	25
Solicitor General and Public Security	-	-	-	1	1	1
Sustainable Resource Development	7	11	11	11	12	13
Total Capital Amortization	412	498	487	518	545	553

^a Includes inventory consumption.

Comparison of the Capital Plan and Capital Expense

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Capital Plan						
Capital grants to local authorities	1,885	1,990	2,554	2,574	3,021	2,816
Value of local authorities' alternatively financed projects	-	26	-	-	-	-
Provincial highway planning and rehabilitation	129	113	114	88	93	188
Capital investment in government-owned projects	828	1,037	1,088	1,519	1,199	1,824
Total Capital Plan	2,842	3,166	3,756	4,181	4,313	4,828
Expense for Capital Purposes^a						
Capital grants to local authorities	1,885	1,990	2,554	2,574	3,021	2,816
Capital financing grants to local authorities	-	5	-	-	-	-
Provincial highway planning and rehabilitation	129	113	114	88	93	188
Amortization of government-owned projects	412	498	487	518	545	553
Nominal sum disposals	23	30	32	57	59	54
Total Expense for Capital Purposes	2,449	2,636	3,187	3,237	3,718	3,611

^a Included in program expense.

Sustainability Fund Details

(millions of dollars)

	2004-05	2005-06	2005-06	2006-07	2007-08	2008-09
	Actual	Budget	Forecast	Estimate	Target	Target
Assets at start of year	2,500	3,498	3,498	4,083	4,408	4,747
Transfers to (withdrawals from) Sustainability Fund						
Non-renewable resource revenue transfer from general revenue	5,744	2,930	9,612	6,054	4,148	2,938
Other net transfers	1,621	34	2,056	-	-	-
Cost of Alberta 2005 Resource Rebates	-	-	(1,320)	-	-	-
Withdrawals for disaster/emergency/natural gas rebates	(981)	(418)	(1,178)	(362)	(282)	(282)
Net transfers (withdrawals)	6,384	2,546	9,170	5,692	3,866	2,656
Adjustments						
Cash adjustments	(1)	517	(350)	(464)	101	(41)
Retained income of funds and agencies	(333)	(133)	(428)	(282)	(318)	(369)
Fourth quarter results						
Cash transferred from previous year	510	-	696	-	-	-
Cash to be transferred following year	(696)	-	-	-	-	-
Assets transferred to Capital Account for current year use						
Capital grants	(1,136)	(1,274)	(1,795)	(1,896)	(2,451)	(1,977)
Capital investment	-	(435)	(494)	(813)	(400)	-
Total adjustments	(1,656)	(1,325)	(2,371)	(3,455)	(3,068)	(2,387)
Assets prior to reallocation	7,228	4,719	10,297	6,320	5,206	5,016
Allocation to:						
Debt Retirement Account	(3,730)	-	-	-	-	-
Capital Account - future year use	-	(1,554)	(3,569)	-	-	-
Heritage Fund - deposit	-	-	(1,000)	(1,000)	-	-
Heritage Fund - inflation proofing	-	(215)	(345)	(242)	(309)	(300)
Advanced education endowment (in the Heritage Fund)	-	(250)	(750)	-	-	-
Scholarship Fund	-	-	(250)	(20)	-	-
Medical Research Endowment Fund	-	(200)	(200)	(150)	(150)	-
Science and Engineering Endowment Fund	-	-	(100)	-	-	-
Alberta Cancer Prevention Legacy Fund	-	-	-	(500)	-	-
Assets at End of Year	3,498	2,500	4,083	4,408	4,747	4,716
Assets at end of year above \$2.5 billion target	998	-	1,583	1,908	2,247	2,216

Cash Adjustments

(millions of dollars)

	2004-05	2005-06	2005-06	2006-07	2007-08	2008-09
	Actual	Budget	Forecast	Estimate	Target	Target
Energy royalties	(154)	608	(151)	(419)	173	43
Student loans	(21)	(43)	(27)	(22)	(25)	(33)
Other	174	(48)	(172)	(23)	(47)	(51)
Total Cash Adjustments	(1)	517	(350)	(464)	101	(41)

Retained Income of Funds and Agencies

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Alberta Treasury Branches	187	162	195	217	242	278
Agriculture Financial Services Corporation	88	(2)	134	58	63	74
Endowment Funds						
Medical Research	23	(18)	43	6	8	15
Science and Engineering Research	16	(3)	33	3	-	(4)
Scholarship	(2)	(11)	14	2	1	2
Alberta Cancer Prevention Legacy Fund	-	-	-	(10)	(5)	(5)
Other	21	5	9	6	9	9
Total Retained Income of Funds and Agencies	333	133	428	282	318	369

Capital Investment Cash Requirements

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Capital Investment Cash Requirements						
Capital investment	828	1,037	1,088	1,519	1,199	1,824
Principal repayment for alternatively financed projects	-	-	-	-	2	5
Total Requirements	828	1,037	1,088	1,519	1,201	1,829
Sources of Cash for Investments						
Capital amortization	412	498	487	518	545	553
Net book value of capital asset disposals/other	29	21	24	40	45	38
Alternatively financed capital investment	-	83	83	148	116	-
Funding from Capital Account	433	435	494	813	495	1,238
Total Sources	874^a	1,037	1,088	1,519	1,201	1,829

^a The \$46 million difference between sources and requirements was transferred to the Sustainability Fund.

Balance Sheet Details

(millions of dollars)

	At March 31				
	2005 Actual	2006 Forecast	2007 Estimate	2008 Target	2009 Target
Financial Assets					
Total Heritage Fund equity	11,362	13,457	14,699	15,007	15,308
Less internal holdings of debt ^a	(88)	(81)	-	-	-
Heritage Fund external investments	11,274	13,376	14,699	15,007	15,308
Endowment funds					
Alberta Heritage Foundation for Medical Research	871	1,114	1,270	1,427	1,442
Alberta Heritage Science and Engineering Research	538	671	673	673	669
Alberta Heritage Scholarship	249	514	535	537	539
Alberta Cancer Prevention Legacy Fund	-	-	490	485	480
Sustainability Fund	3,498	4,083	4,408	4,747	4,716
Capital Account	674	4,243	4,243	4,148	2,300
Debt Retirement Account	3,479	2,214	2,041	1,792	1,166
Self-supporting lending organizations					
Alberta Capital Finance Authority	4,399	4,413	4,654	4,824	5,057
Agriculture Financial Services Corporation	1,638	1,521	1,670	1,763	1,837
Other financial assets					
Equity in commercial enterprises	1,461	1,661	1,884	2,132	2,418
Contingency Allowance ^b	-	-	300	600	900
Student loans	126	138	148	155	164
Other cash, marketable securities and accounts receivable	5,640	5,721	6,135	6,029	6,232
Total Financial Assets	33,847	39,669	43,150	44,319	43,228
Liabilities					
Accumulated debt					
General Revenue Fund	3,722	2,614	2,621	2,457	1,882
Alberta Social Housing Corporation	481	439	330	307	284
School construction loans	451	381	316	256	204
Less: General Revenue Fund holdings of provincial corporations' debt	(1,179)	(1,224)	(1,230)	(1,232)	(1,208)
Accumulated debt	3,475	2,210	2,037	1,788	1,162
Pension obligations	5,235	5,449	5,596	5,745	5,910
Self-supporting lending organizations					
Alberta Capital Finance Authority	4,399	4,413	4,654	4,824	5,057
Agriculture Financial Services Corporation	1,425	1,221	1,293	1,323	1,324
Less debt internally held by consolidated entities	(896)	(963)	(1,012)	(1,037)	(1,034)
Liabilities for government-owned capital	8	83	231	345	340
Other liabilities					
Accounts and interest payable	4,973	5,405	5,419	5,434	5,597
Guarantees, indemnities and remissions	20	35	37	40	40
Other accrued liabilities	170	173	176	179	182
Less other debt internally held by consolidated entities	(122)	(99)	(11)	(9)	(8)
Total Liabilities	18,687	17,927	18,420	18,632	18,570
Net Financial Assets	15,160	21,742	24,730	25,687	24,658
Capital assets	10,921	11,500	12,461	13,070	14,303
Net Assets	26,081	33,242	37,191	38,757	38,961
Adjustment for pension obligations	5,235	5,449	5,596	5,745	5,910
Net Assets for Fiscal Policy Purposes ^c	31,316	38,691	42,787	44,502	44,871

^a \$81 million of Alberta Social Housing Corporation debt held by the Heritage Fund is being fully re-paid in 2006-07.

^b Cumulative total of Contingency Allowance available for in-year initiatives but not yet committed.

^c Under the *Fiscal Responsibility Act*. Excludes pension obligations.

Accumulated Debt

(millions of dollars)

	2004-05 Actual	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Accumulated debt at start of year	4,971	3,475	2,210	2,037	1,788
Repayment of debt maturities	(1,496)	(1,265)	(173)	(249)	(626)
Accumulated debt at end of year	3,475	2,210	2,037	1,788	1,162
Less: Debt Retirement Account	3,479	2,214	2,041	1,792	1,166
Accumulated Debt less Debt Retirement Account^a	(4)	(4)	(4)	(4)	(4)

^a The assets in the Debt Retirement Account are expected to exceed unmatured accumulated debt by \$4 million.

Capital Assets

(millions of dollars)

	2004-05 Actual	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Net book value at start of year	10,534	10,921	11,500	12,461	13,070
Capital investment	828	1,088	1,519	1,199	1,824
Capital amortization	(412)	(487)	(518)	(545)	(553)
Net book value of capital asset disposals	(29)	(22)	(40)	(45)	(38)
Net Book Value of Capital Assets at End of Year	10,921	11,500	12,461	13,070	14,303

Pension Obligations^a

(millions of dollars)

	At March 31				
	2005 Actual	2006 Forecast	2007 Estimate	2008 Target	2009 Target
Obligations for Employees of Organizations outside the Government Reporting Entity					
Teachers' Pension Plans	4,263	4,424	4,582	4,744	4,927
Universities Academic Pension Plan	185	191	196	201	206
Special Forces Pension Plan	63	63	64	66	67
	4,511	4,678	4,842	5,011	5,200
Obligations for Current and Former Government Employees and MLAs					
Public Service Management Pension Plan ^b	656	678	652	622	589
Members of the Legislative Assembly Pension Plan ^b	47	50	48	47	45
Management Employees Pension Plan	13	28	39	50	61
Public Service Pension Plan	8	15	15	15	15
	724	771	754	734	710
Total Pension Obligations	5,235	5,449	5,596	5,745	5,910

^a Pension obligations are scheduled for elimination under a 1993 legislated plan.

^b Membership closed and pensionable service no longer being accrued.

Debt Servicing Costs

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Agriculture, Food and Rural Development						
Agriculture Financial Services Corporation	45	53	45	48	52	56
Education						
Alberta School Foundation Fund	3	4	4	6	6	7
Finance						
General government	229	210	187	168	155	137
Infrastructure and Transportation						
Financing costs for government-owned capital (P3s)	-	-	-	-	8	18
Seniors and Community Supports						
Alberta Social Housing Corporation	25	24	24	23	22	20
Total Debt Servicing Costs	302	291	260	245	243	238

General Revenue Fund Term Debt Maturities^a

	Par Amount (Cdn\$ millions)	Coupon Rate (%)	Maturity Date
2006-07 Term Debt Maturities	NO GENERAL REVENUE FUND TERM DEBT MATURITIES		
2007-08 Term Debt Maturities			
1999 Canadian medium-term note	166	5.65	October 1, 2007
Total	166		
2008-09 Term Debt Maturities			
1998 Canadian medium-term note	50	5.80	June 5, 2008
1998 Canadian debenture	500	5.00	December 16, 2008
Total	550		
2009-10 Term Debt Maturities	NO GENERAL REVENUE FUND TERM DEBT MATURITIES		
2010-13 Term Debt Maturities			
1991 Canada Pension Plan debenture	202	10.45	March 1, 2011
1992 Canada Pension Plan debenture	281	9.92	March 2, 2012
1993 Canada Pension Plan debenture	196	9.37	March 1, 2013
Total	679		

^a Does not include principal repayment on General Revenue Fund notes on-lent to provincial corporations (Alberta Financial Services Corporation and Alberta Social Housing Corporation). There is no more General Revenue Fund debt left after March 1, 2013. Other components of accumulated debt include:

- Alberta Social Housing Corporation debt of \$439 million, \$173 million of which remains to be repaid from 2013-2030.
- School construction loans of \$381 million, \$66 million of which remains to be repaid from 2013-2020.

The Debt Retirement Account has assets to repay all these amounts.

Net Financing Requirements^a

(millions of dollars)

	2004-05 Actual	2005-06 Budget	2005-06 Forecast	2006-07 Estimate	2007-08 Target	2008-09 Target
Requirements						
General Revenue Fund term debt maturities	1,443	1,153	1,153	-	166	550
School construction loans	75	70	70	65	60	52
Alberta Social Housing Corporation ^b	25	26	42	108	23	23
Adjustments	(47)	-	-	-	-	-
Accumulated debt maturities	1,496	1,249	1,265	173	249	625
Agriculture Financial Services Corporation's term borrowing	120	180	141	200	130	180
Gross financing requirements	1,616	1,429	1,406	373	379	805
Cash applied to accumulated debt repayment	1,496	1,249	1,265	173	249	625
Net Term Debt Financing Requirements	120	180	141	200	130	180

^a Does not include alternatively financed requirements for government-owned capital projects in 2005-06, 2006-07 and 2007-08.

^b \$81 million of Alberta Social Housing Corporation debt held by the Heritage Fund is being fully re-paid in 2006-07.

Loans and Advances^a

(millions of dollars)

	At March 31	
	2005 Actual	2006 Forecast
Loans and Advances		
Agriculture Financial Services Act	995	1,087
Student Financial Assistance Act	225	224
Alberta Heritage Savings Trust Fund Act		
Ridley Grain Ltd.	184	190
Vencap Acquisition Corporation	2	2
Farm Credit Stability Act	14	8
Alberta Housing Act	30	20
Financial Administration Act		
Accountable advances	8	8
Board of Governors, University of Alberta	1	-
	1,459	1,539
Allowance for doubtful loans, advances, implemented guarantees and indemnities		
Ridley Grain Ltd.	(92)	(99)
Student Loan Relief Completion Payments	(73)	(56)
Other	(69)	(71)
	(234)	(226)
Total Loans and Advances	1,225	1,313

^a When a loan is considered impaired, accrued interest is no longer included in income. This does not alter the borrower's obligation to pay all accrued interest.

Guarantees

(millions of dollars)

	At March 31	
	2005 Actual	2006 Forecast
Guarantees		
Student Financial Assistance Act	30	22
Alberta Housing Act	32	31
Feeder Associations	49	49
Agriculture Financial Services Act	35	30
Farm Credit Stability Act	15	9
Securities Act	2	2
Centre for Engineering Research Inc.	1	-
University of Calgary	1	1
Canadian Western Bank	-	2
	165	146
Estimated Liability		
Loan guarantees	(11)	(12)
Student Loan Relief Completion Payments	(1)	-
Canadian Western Bank	-	(1)
	(12)	(13)
Total Guarantees	153	133

2006-07 Allocation of Lottery Fund Revenue

(thousands of dollars)

Lottery Fund Revenue ^a		1,306,155
Advanced Education		
Post-secondary facilities infrastructure	16,000	
Community education	15,600	
Achievement scholarships	3,100	
Learning television	2,300	
Agriculture, Food and Rural Development		
Agriculture initiatives	11,620	
Agricultural service boards	10,600	
Children's Services		
Family and Community Support Services	45,000	
Prevention of Family Violence and Bullying	4,500	
Community Development		
Centennial grants	35,000	
Alberta Foundation for the Arts	22,084	
Alberta Sport, Recreation, Parks and Wildlife Foundation	20,470	
Wild Rose Foundation	8,116	
Alberta Historical Resources Foundation	7,787	
Human Rights, Citizenship and Multiculturalism Education Fund	1,465	
Hosting major athletic events	500	
Economic Development		
Alberta Film Development Program	14,850	
Education		
Public and separate schools support	60,800	
School facilities infrastructure	58,000	
High speed network	8,000	
Learning television	2,300	
Environment		
Educational awareness	500	
Gaming		
Horse racing and breeding renewal grant program	63,000	
Community Facility Enhancement Program	38,500	
Community Initiatives Program	30,000	
First Nations Development Fund grant program	20,000	
Edmonton Northlands	10,350	
Calgary Exhibition and Stampede	10,350	
Bingo associations grant program	10,000	
Major fairs and exhibitions	2,660	
Gaming research	1,600	
Other initiatives	11,088	
Health and Wellness		
Health facilities infrastructure	150,000	
Human tissue and blood services	110,000	
Alberta Alcohol and Drug Abuse Commission	82,803	
Community-based health services	20,000	
Human Resources and Employment		
Summer Temporary Employment Program	8,195	
Immigrant Support Services	4,574	
Infrastructure and Transportation		
Provincial highway rehabilitation	55,000	
Rural transportation partnerships	40,000	
Water for Life	25,000	
Alberta cities transportation partnerships	25,000	
Streets Improvement Program	25,000	
Infrastructure Canada - Alberta Program	5,000	
Innovation and Science		
Research capacity	21,914	
Energy research	19,200	
Life sciences research	14,405	
Information and communications technology research	11,438	
Municipal Affairs		
Unconditional municipal grants	14,000	
Municipal sponsorship	12,000	
Finance		
Transfer to Contingency Allowance	116,486	
Total Lottery Fund Allocation		1,306,155

^a Includes \$6 million of investment income.

Full-Time Equivalent Employment

	2005-06 Budget	2006-07 Estimate	Change
Legislative Assembly	446	447	1
Aboriginal Affairs and Northern Development	90	95	5
Advanced Education	428	491	63
Agriculture, Food and Rural Development	1,726	1,668	(58)
Children's Services	2,641	2,696	55
Community Development	921	923	2
Economic Development	219	228	9
Education	691	696	5
Energy	1,445	1,502	57
Environment	804	804	-
Executive Council	177	187	10
Finance	932	980	48
Gaming	42	42	-
Government Services	500	555	55
Health and Wellness	1,384	1,441	57
Human Resources and Employment	1,808	1,861	53
Infrastructure and Transportation	1,742	1,763	21
Innovation and Science	697	697	-
International and Intergovernmental Relations	61	61	-
Justice	2,313	2,506	193
Municipal Affairs	337	348	11
Restructuring and Government Efficiency	1,157	1,154	(3)
Seniors and Community Supports	2,026	2,072	46
Solicitor General and Public Security	2,310	2,473	163
Sustainable Resource Development	1,914	1,914	-
Total Full-Time Equivalent Employment	26,811	27,604	793

Premiums, Fees and Licences Changes

	2005-06	2006-07
Community Development		
Jubilee Auditoria		
Non-Commercial/Non-Profit Clients		
Rental Rates (fee varies depending on day of week)		
Single performance	\$2,250 - \$3,900	\$2,500 - \$4,300
Two performances - same day	\$2,750 - \$5,500	\$3,000 - \$6,000
House strip/restore	\$600	\$700
Ticket surcharge	\$1.00	\$1.50
Provincial Camping Fees		
Backcountry and basic camping	\$3 - \$17	\$5 - \$20
Camping services	Up to \$3	Up to \$5
Group camping and day use	\$25 - \$130	\$35 - \$250 minimum
Reservation	Up to \$6 + first night	Up to \$8 + first night
Commercial Guiding and Special Event Permits (fee varies depending on group size)		
Commercial guiding permit/special event permits	No fee - \$53.50	\$60 - \$500
Use of Park Land		
Application fee	No fee - \$50	\$25 - \$375
Amendment fee	No fee	\$50 - \$175
Annual rental fee per acre	No fee - \$400	\$25 - \$600
Hay permit fee per ton	\$3	\$15
Inspection, follow-up and certification fees	No fee - \$100	\$250 - \$300
Licence of occupation		
Roadways	\$2.44/km - \$6.09/km	\$10/km - \$20/km
Various	No fee - \$100	\$50 - \$150
Mineral surface lease and pipeline assignments	\$50 - \$100 + \$10 per quarter section	\$100 - \$250 + \$25 per quarter section
Mineral surface lease - timber damage fee	No fee	\$500
Pipeline installation fee per acre	\$50 - \$100	\$100 - \$250
Summer cabin river/lake frontage fee per foot	\$2	\$3
Environment		
Reclamation certificate		
Education program fee	\$300	-
New reclamation certificate application fee	-	\$700
Finance		
Alberta Securities Commission		
Various fees	Approximately 8% increase	
Department		
International Fuel Tax Agreement decal	\$5	\$10
International Fuel Tax Agreement fee	\$10	\$15
Various insurance company licencing fees	\$25 - \$400	\$100 - \$600
Government Services		
Residential tenancy dispute resolution service		
Application fee	No fee	\$75

Major Provincial Tax Rates, 2006

		AB	BC	SK	MB	ON	QC	NB	NS	PE	NL
Personal Income Tax											
Statutory rate range											
– lowest rate	(%)	10.00	6.05	11.00	10.90	6.05	16.00 ^a	9.68	8.79	9.80	10.57
– highest rate	(%)	10.00	14.70	15.00	17.40	11.16	24.00 ^a	17.84	17.50	16.70	18.02
Surtax	(%)	—	—	—	—	20.0/36.0	—	—	10.0	10.0	9.0
Credit amounts											
– Personal amount	(\$)	14,899	8,858	8,589	7,734	8,377	6,520	8,061	7,231	7,412	7,410
– Spousal amount	(\$)	14,899	7,585	8,589	6,482	7,113	6,520	6,845	6,140	6,294	6,055
Corporate Income Tax											
General rate	(%)	10.0	12.0	17.0	14.5	14.0	9.9	13.0	16.0	16.0	14.0
M&P rate	(%)	10.0	12.0	10-17 ^b	14.5	12.0	9.9	13.0	16.0	16.0	5.0
Small business											
– rate	(%)	3.0	4.5	5.0	4.5	5.5	8.5	2.0	5.0	6.5	5.0
– threshold	(\$000)	400	400	300	400	400	400	450	350	300	300
Capital Tax											
General	(max.%)	—	—	0.60	0.50	0.30	0.525	0.25	0.275	—	—
Financial institutions	(max.%)	—	3.00	3.25	3.00	0.90	1.30 ^c	3.00	4.00	5.00	4.00
Retail Sales Tax											
	(%)	—	7.0	7.0	7.0	8.0	7.5 ^d	8.0	8.0	10.0 ^d	8.0
Gasoline Tax											
	(¢/litre)	9.0	14.5 ^e	15.0	11.5	14.7	15.2 ^{e,f}	14.5 ^f	15.5 ^f	20.7 ^g	16.5 ^f
Tobacco Tax											
	(\$/carton)	32.00	35.80	35.00 ^f	35.00 ^f	24.70	20.60	23.50 ^f	31.04 ^f	34.90	34.00 ^f
Payroll Tax											
	(max.%)	—	—	—	2.15	1.95	4.26 ^h	—	—	—	2.00

Rates for other provinces known as of February 23, 2006.

^a Quebec residents receive an abatement of 16.5% of basic federal tax in lieu of federal cash transfers to Quebec for several social programs.

^b The general corporate tax rate is reduced by up to 7 points based on the share of a corporation's national manufacturing and processing income allocated to Saskatchewan.

^c The Quebec financial institutions capital tax includes the base rate of 1.05% and a compensatory tax of 0.25%.

^d These provinces apply their retail sales tax on the retail price of the good inclusive of the GST.

^e An additional 6¢/litre is imposed in the greater Vancouver area, 2.5¢/litre in Victoria and 1.5¢/litre in Montreal.

^f These provinces apply their retail sales taxes on the retail price of the good inclusive of the particular excise tax.

^g This rate is based on an 11.5 ¢/litre base rate and 10.7% of the average wholesale price and is recalculated on a monthly basis.

^h Quebec levies an additional 2% compensatory tax on the wages paid by financial institutions that is not included in this rate.

Key Energy and Economic Assumptions

Fiscal Year Assumptions	2003-04 Actual	2004-05 Actual	2005-06	2006-07	2007-08	2008-09
Prices						
Crude Oil Price						
WTI (US\$/bbl)	31.38	45.03	60.00	50.00	45.00	42.50
Alberta Wellhead (Cdn\$/bbl) ^a	36.40	48.23	63.37	50.47	46.02	43.27
Bitumen @ Edmonton (Cdn\$/bbl) ^b	23.20	25.67	29.97	26.00	24.46	23.41
Natural Gas Price						
Alberta Reference Price (Cdn\$/GJ)	5.45	6.05	8.40	7.50	6.50	6.25
Production						
Conventional crude oil (000's barrels/day)	619	589	561	529	517	508
Non-conventional crude oil (000's barrels/day)	882	989	1,093	1,281	1,399	1,520
Natural gas (billions of cubic feet)	5,226	5,253	5,236	5,211	5,132	5,070
Interest rates						
3-month Canada treasury bills (per cent)	2.70	2.28	2.95	3.95	4.50	4.50
10-year Canada bonds (per cent)	4.68	4.54	4.10	4.95	5.80	6.00
Exchange Rate (US¢/Cdn\$)	74.0	78.4	84.0	85.8	85.0	85.0
Calendar Year Assumptions	2004 Actual	2005 Actual	2006	2007	2008	2009
Gross Domestic Product						
Nominal (millions of dollars)	187,150	211,520 ^c	228,817	230,477	238,262	251,144
per cent change	9.3	13.0	8.2	0.7	3.4	5.4
Real (millions of 1997 dollars)	135,837	141,610 ^c	148,358	153,493	158,723	164,540
per cent change	4.3	4.3	4.8	3.5	3.4	3.7
Other Indicators						
Employment (thousands)	1,757.5	1,784.4	1,824.0	1,864.5	1,905.1	1,946.9
per cent change	2.4	1.5	2.2	2.2	2.2	2.2
Unemployment rate (per cent)	4.6	3.9	3.9	3.9	3.9	3.9
Housing starts (number of units)	36,270	40,847	40,164	37,606	36,390	35,567
Alberta Consumer Price Index (per cent change)	1.4	2.1	2.4	2.2	2.2	2.2
Population (thousands)	3,204.8	3,256.8	3,316.3	3,375.1	3,432.4	3,488.0
per cent change	1.4	1.6	1.8	1.8	1.7	1.6

^a Refers to the average price per barrel of Alberta light, medium and heavy oil.

^b The bitumen price is an estimate of the price at Edmonton and is not an actual market price.

^c Estimated.

Sensitivities to Fiscal Year Assumptions, 2006-07^a

(millions of dollars)

	Annual Change	Revenue	Spending	Net Change
Oil Price (WTI US\$/bbl)	-\$1.00	-123	—	-123
Natural Gas Price (Cdn\$/GJ)	-10¢	-104	—	-104
Exchange Rate (US¢/Cdn\$)	+1¢	-172	—	-172
Interest Rates	+1%	-200	+5	-205

^a Sensitivities are based on current assumptions of prices and rates and show the effect for a full 12 month period. Sensitivities can vary significantly at different price and rate levels. The energy price sensitivities do not include the potential impact of price changes on the revenue from land sales. The interest rate sensitivity has two components, an increase in cash interest income and a capital loss. When interest rates rise, bond prices go down, causing a capital loss.

Historical Fiscal Summary, 1987-88 to 2008-09^a

(millions of dollars)

Revenue	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	
	1987-88	1988-89	1989-90	1990-91	1991-92	1992-93	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	
																				Forecast	Estimate	Target	Target
INCOME STATEMENT																							
1 Personal income tax ^b	2,236	2,039	2,536	2,796	3,057	2,794	2,877	3,063	3,177	3,445	3,877	4,601	5,100	3,943	4,183	4,834	4,613	4,649	4,577	5,999	6,423	6,867	
2 Corporate income tax	595	697	700	803	731	637	854	1,073	1,332	1,407	1,849	1,659	1,255	2,023	2,229	2,019	1,696	2,364	2,596	2,227	2,131	2,188	
3 School property tax	729	769	824	915	1,027	1,115	1,168	1,196	1,205	1,169	1,212	1,118	1,128	1,151	1,094	1,113	1,178	1,247	1,284	1,306	1,356	1,410	
4 Other tax revenue	553	679	683	878	1,029	1,055	1,053	1,126	1,112	1,157	1,218	1,178	1,241	1,386	1,469	1,633	1,838	1,918	1,954	2,014	1,981	1,988	
5 Resource revenue	2,626	2,085	2,240	2,688	2,022	2,183	2,817	3,378	2,786	4,034	3,778	2,368	4,650	10,586	6,227	7,130	6,776	9,744	14,362	11,354	9,448	8,238	
6 Investment income	1,847	1,834	1,891	2,125	2,155	1,711	1,837	1,567	1,724	1,616	1,747	1,610	1,906	1,553	788	(462)	1,838	1,812	2,106	1,767	1,798	1,741	
7 Other own-source revenue	1,407	1,662	2,022	1,615	1,566	2,319	2,710	2,832	2,431	2,473	2,890	2,950	3,183	3,272	3,672	4,321	4,122	4,375	4,359	4,343	4,410	4,420	
8 Total own-source revenue	9,993	9,765	10,896	11,820	11,587	11,814	13,316	14,235	13,767	15,301	16,571	15,484	18,463	23,714	19,662	20,588	22,961	26,109	31,238	29,010	27,547	26,852	
9 Federal transfers	1,912	2,135	1,943	2,365	2,150	2,457	2,090	1,929	1,748	1,351	1,163	1,335	1,640	1,813	2,264	2,074	2,926	3,219	3,363	3,398	3,572	3,658	
10 Total Revenue	11,905	11,900	12,839	14,185	13,737	14,271	15,406	16,164	15,515	16,652	17,754	16,819	20,103	25,527	21,926	22,662	25,887	29,328	34,601	32,408	31,119	30,510	
Expense by Function ^c																							
11 Health	3,114	3,372	3,631	3,895	4,129	4,352	4,194	3,928	3,773	4,006	4,401	4,660	5,341	5,946	6,846	6,917	7,646	9,059	9,717	10,462	11,263	11,682	
12 Basic / advanced education	3,118	3,227	3,379	3,532	3,676	3,904	4,036	3,756	3,713	3,738	4,081	4,241	4,735	5,040	6,099	5,461	5,854	6,370	6,922	7,628	8,026	8,164	
13 Social services	1,329	1,434	1,502	1,567	1,746	1,889	1,721	1,495	1,456	1,511	1,564	1,560	1,668	1,790	1,942	2,108	2,272	2,438	2,737	2,952	3,041	3,095	
14 Other program expense	5,137	5,077	5,328	5,741	5,501	6,031	5,172	4,301	3,739	3,446	3,727	3,885	4,612	5,200	5,184	5,567	5,708	5,984	7,590	7,025	6,831	6,962	
15 Total program expense	12,698	13,110	13,840	14,735	15,052	16,176	15,123	13,480	12,681	12,701	13,773	14,346	16,356	17,976	20,071	20,053	21,480	23,851	26,966	28,067	29,161	29,903	
16 Debt servicing costs	572	797	1,115	1,282	1,314	1,419	1,654	1,746	1,683	1,462	1,322	1,379	956	980	774	476	271	302	260	245	243	238	
17 Total Expense	13,270	13,907	14,955	16,017	16,366	17,595	16,777	15,226	14,364	14,163	15,095	15,725	17,312	18,956	20,845	20,529	21,751	24,153	27,226	28,312	29,404	30,141	
18 Net Revenue (Spending)	(1,365)	(2,007)	(2,116)	(1,832)	(2,629)	(3,324)	(1,371)	938	1,151	2,489	2,659	1,094	2,791	6,571	1,081	2,133	4,136	5,175	7,375	4,096	1,715	369	
BALANCE SHEET																							
19 Net Financial Assets (Debt) ^d	6,419	4,412	2,296	464	(2,165)	(7,054)	(8,313)	(7,355)	(6,255)	(3,728)	(1,089)	(63)	2,654	9,042	9,814	11,696	15,607	20,395	27,191	30,326	31,432	30,568	
20 Capital Assets ^e	N/A	N/A	N/A	N/A	N/A	N/A	8,220	7,669	7,411	7,292	7,215	7,218	7,259	8,002	10,141	10,309	10,534	10,921	11,500	12,461	13,070	14,303	
21 Net Assets (Debt) ^d	N/A	N/A	N/A	N/A	N/A	N/A	(93)	314	1,156	3,564	6,126	7,155	9,913	17,044	19,955	22,005	26,141	31,316	38,691	42,787	44,502	44,871	
22 Pension obligations	7,946	8,004	8,243	6,156	5,774	4,770	5,066	5,352	5,352	4,981	4,890	4,813	4,728	4,742	4,771	4,927	5,059	5,235	5,449	5,596	5,745	5,910	
23 Accumulated Debt ^f	11,105	13,069	15,527	16,647	17,406	20,305	22,701	21,451	20,531	17,733	14,976	14,106	12,020	8,195	5,261	4,736	3,730	—	—	—	—	—	
24 Sustainability Fund assets																	2,500	3,498	4,083	4,408	4,747	4,716	
25 Capital Account assets																910	1,180	674	4,243	4,243	4,148	2,300	

^a Numbers have been restated on 2006-07 basis where possible. Numbers for 2001-02 forward are fully comparable. The 1992-93 to 2000-01 numbers are essentially comparable to the 2006-07 presentation with exception of the treatment of disposal of capital assets, which results in revenue being overstated by approximately \$600 million over the nine year period on a comparable basis. Prior to 1992-93, spending is on an expenditure basis, using actual capital numbers rather than capital amortization costs.

^b The cost of the Alberta 2005 Resource Rebate, estimated at \$1.32 billion, is netted against personal income tax revenue.

^c Beginning in 1996-97, valuation adjustments have been allocated by function. In prior years, all valuation adjustments were included in other program expense.

^d Excludes pension obligations. Net debt was increased by \$1,474 million in 1992-93 primarily for a provision for school construction debt, reduced by \$125 million in 1993-94 to record personal income tax and established programs financing entitlements on an accrual basis, and increased by \$32 million in 1995-96 to report some other revenues on accrual basis.

^e Capital Assets information not available prior to 1992-93. In 1994-95, includes the disposal of \$449 million in capital assets, (primarily transfer of secondary highways to municipalities). 2000-01 and 2001-02 include transfers of \$587 million and \$1.8 billion of provincial secondary highway system from municipalities to the Province.

^f Net of cash set aside for future debt repayments. In 2001-02, the amount of \$5,261 million includes commitment of \$414 million to debt retirement based on a higher-than-expected year end cushion. This amount was transferred in 2002-03 from other assets.

