



Province of Prince Edward Island
Fiscal Update 2001/2002

Honourable Patricia J. Mella
Provincial Treasurer
Released November 20, 2001

	<u>2001-02 Budget</u> (\$ million)	<u>2001-02 Forecast</u> (\$ million)	<u>Change From Budget</u> (\$ million)
Revenues			
Federal Sources	389.9	367.9	(22.0)
Provincial Taxation Sources	451.7	448.6	(3.1)
Other Provincial Sources	<u>119.1</u>	<u>118.0</u>	<u>(1.1)</u>
Total Revenues	<u>960.7</u>	<u>934.5</u>	<u>(26.2)</u>
Expenditures			
Program and Operations	526.3	532.2	5.9
Salary and Benefits	281.8	286.8	5.0
East Prince Health Facility	13.0	13.9	0.9
Interest Charges on Debt	<u>109.0</u>	<u>108.5</u>	<u>(0.5)</u>
Total Current Expenditures	<u>930.1</u>	<u>941.4</u>	<u>11.3</u>
Capital	<u>29.0</u>	<u>30.1</u>	<u>1.1</u>
Total Expenditures	<u>959.1</u>	<u>971.5</u>	<u>12.4</u>
Surplus (Deficit)	<u>1.6</u>	<u>(37.0)</u>	<u>(38.6)</u>



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Highlights:

Revenues:

Total Revenues are down \$26.2 million as a result of the following:

* Federal Sources

Equalization is down \$24 million from budget and the Canadian Health and Social Transfer is down by \$2 million. Other federal revenue sources for infrastructure and programs are up by \$4 million.

* Provincial Taxation Sources

Personal Income Tax is down \$2 million and Provincial Sales Tax is down by \$2.4 million. Tobacco Tax is up by \$1.3 million.

* Other Provincial Source Revenues are down by \$1.1 million.

Expenditures:

Total Expenditures are up \$12.4 million in the following areas:

* Program and Operations:

Municipal Infrastructure Program	\$ 4.4 million
Employment Development Agency	\$ 1.8 million
Development and Technology	\$ 2.2 million
Health and Social Services	\$ 5.6 million
Other - Departmental Expenditures	\$ 0.7 million
Expenditure Reductions	<u>(\$ 8.8) million</u>
	\$ 5.9 million

* Salary and Benefits

Health and Social Services	\$ 3.4 million
Education	\$ 0.3 million
Employee Benefits	\$ 2.3 million
Salary Reductions	<u>(\$ 1.0) million</u>
	\$ 5.0 million

* East Prince Health Facility construction is ahead of schedule, resulting in an increase of \$900,000.

* Interest Charges on Debt are down \$500,000 due to lower interest rates in the current fiscal year.

* Capital Variances

Expanded Road Program	\$ 1.9 million
Building Maintenance Reductions	<u>(\$ 0.8) million</u>
	\$ 1.1 million