



**AUDITOR  
GENERAL**  
of Newfoundland and Labrador

# **Financial Update Newfoundland and Labrador**

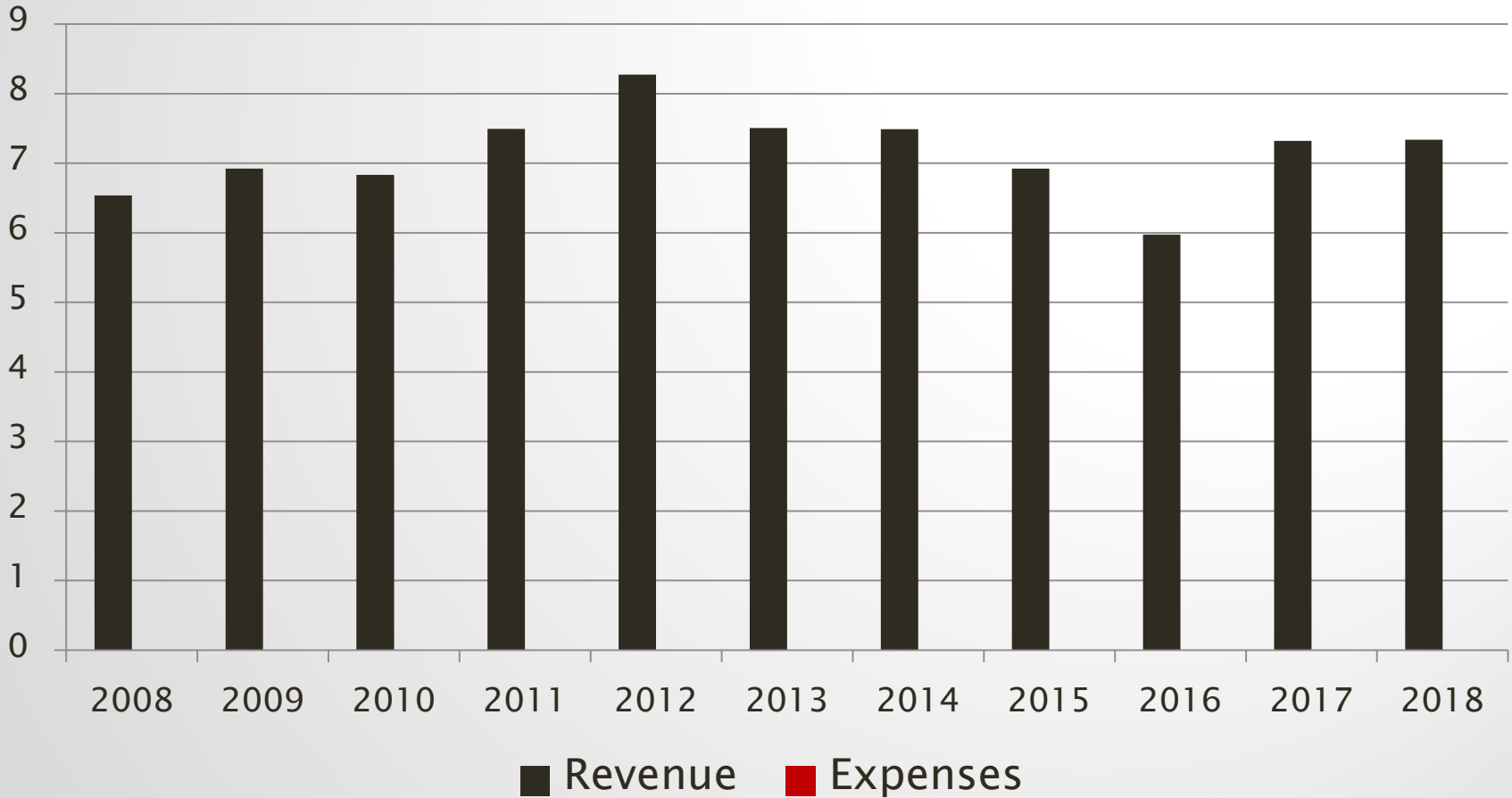
**Presentation to  
Municipalities NL Symposium  
May 4, 2017**

## »» Surplus / Deficit

# Revenue and Expenses

(excluding Atlantic Accord)

Billions

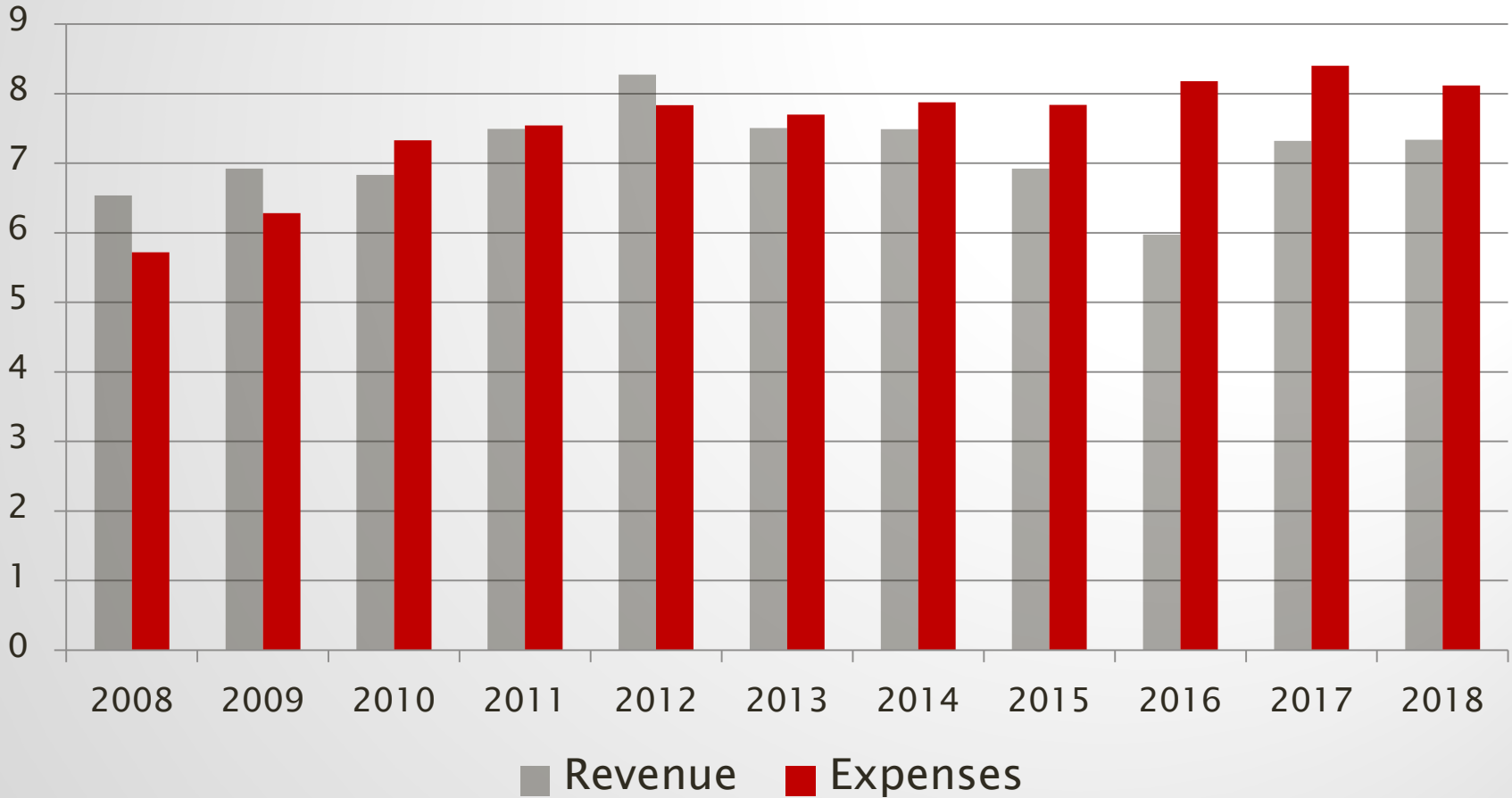


Source: Public Accounts

# Revenue and Expenses

(excluding Atlantic Accord)

Billions

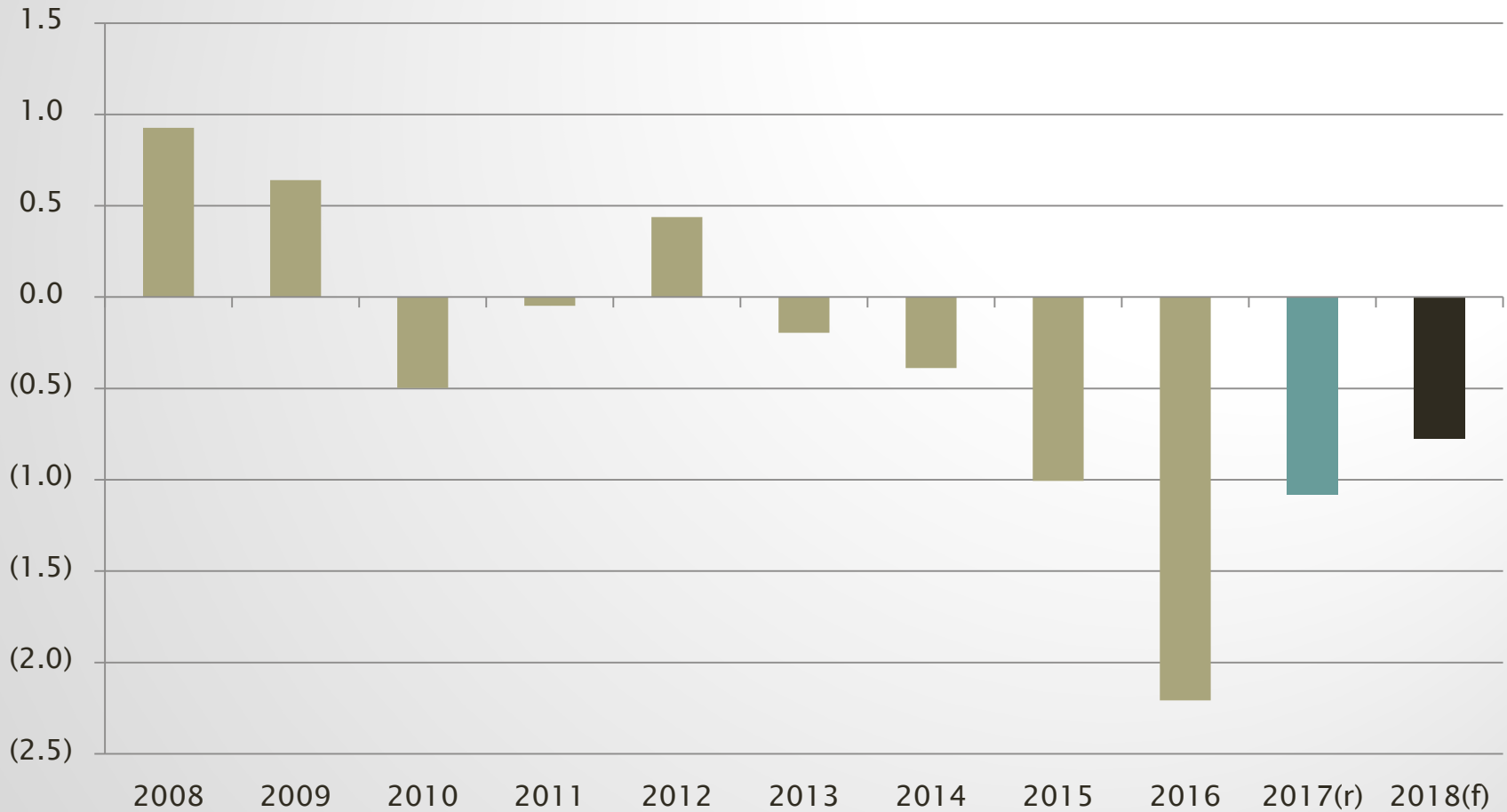


Source: Public Accounts

# Surplus / Deficit

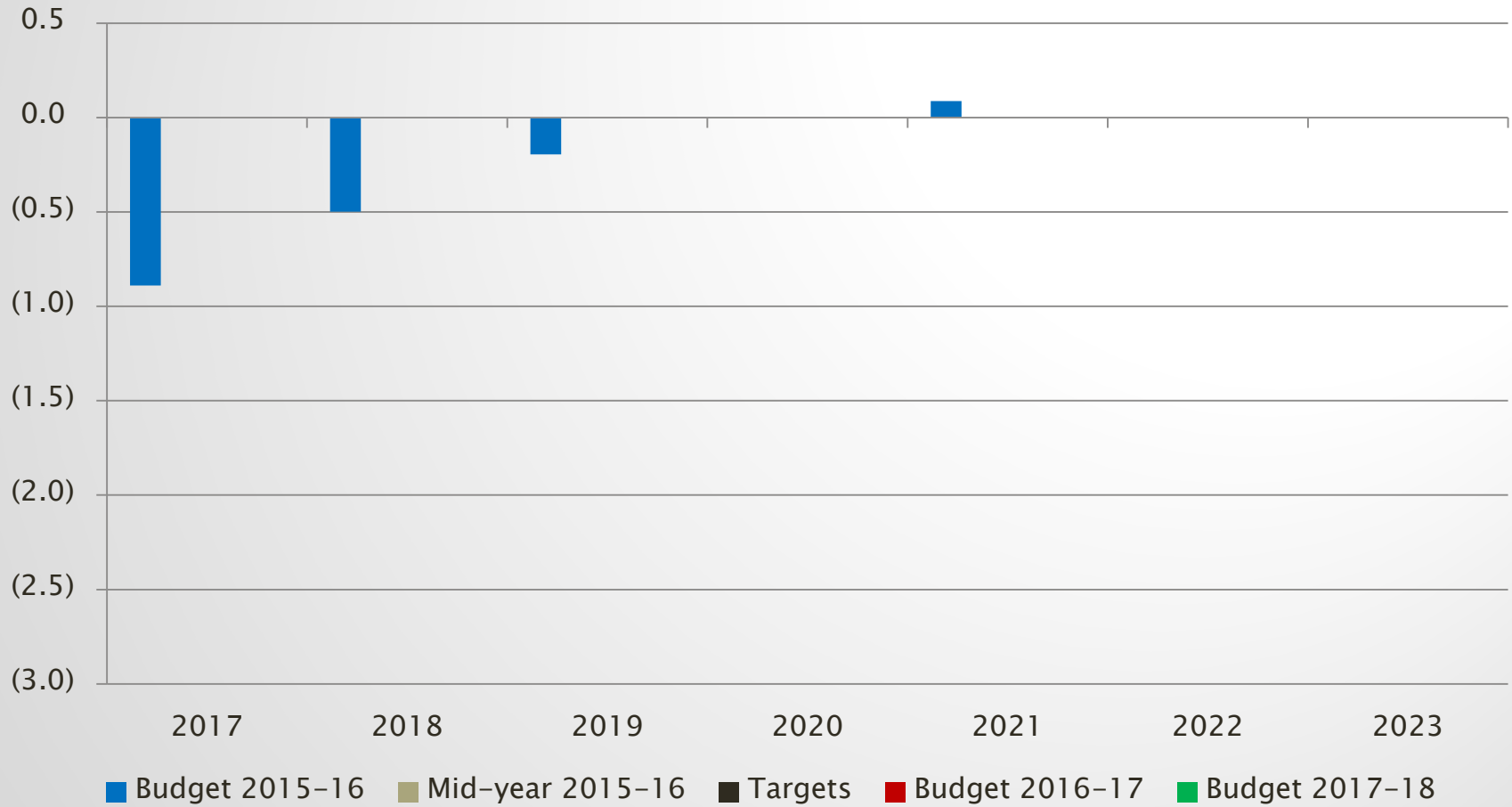
(excluding Atlantic Accord)

\$ Billions



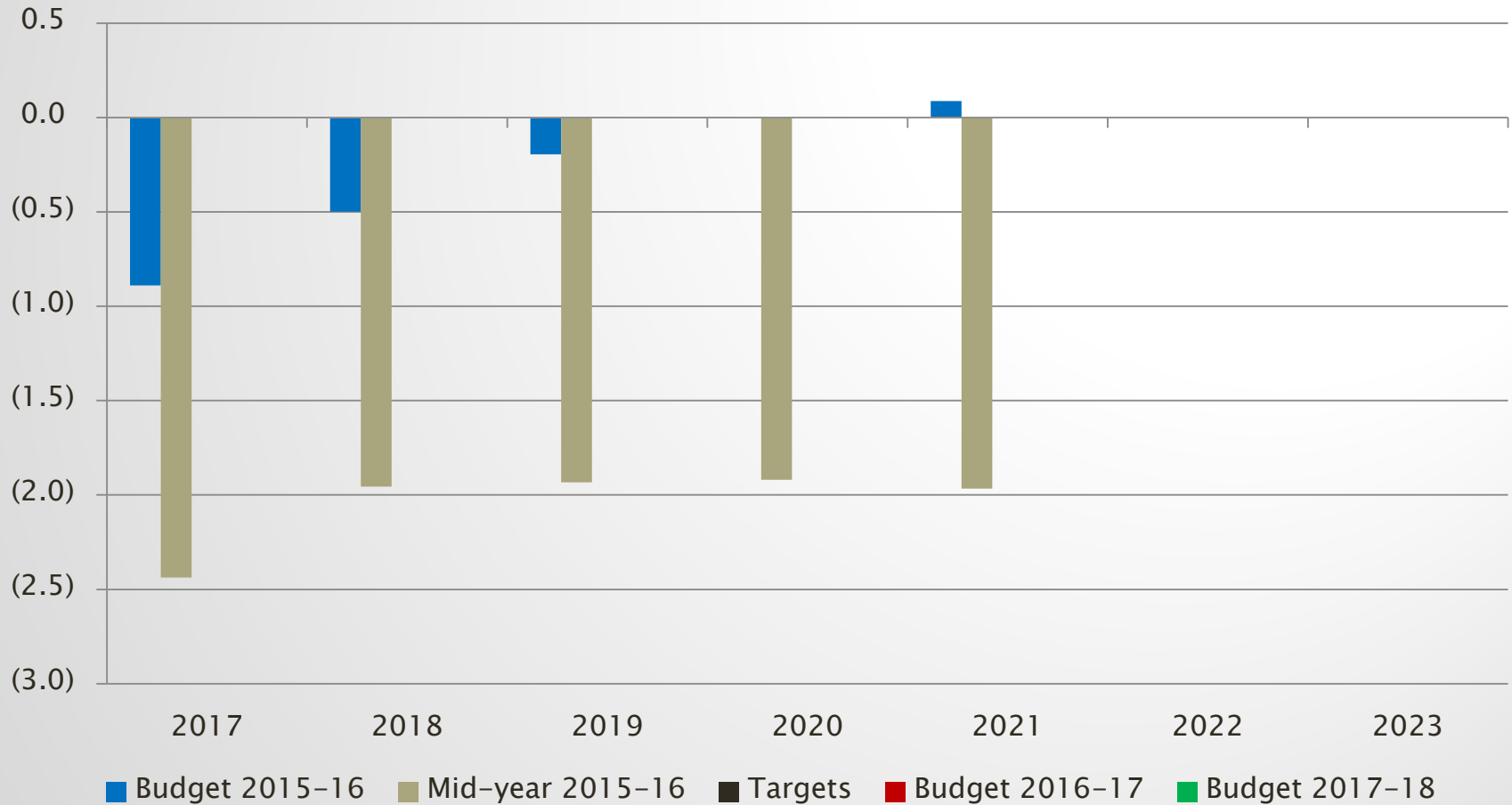
# Forecasts and Targets

(\$ Billions)



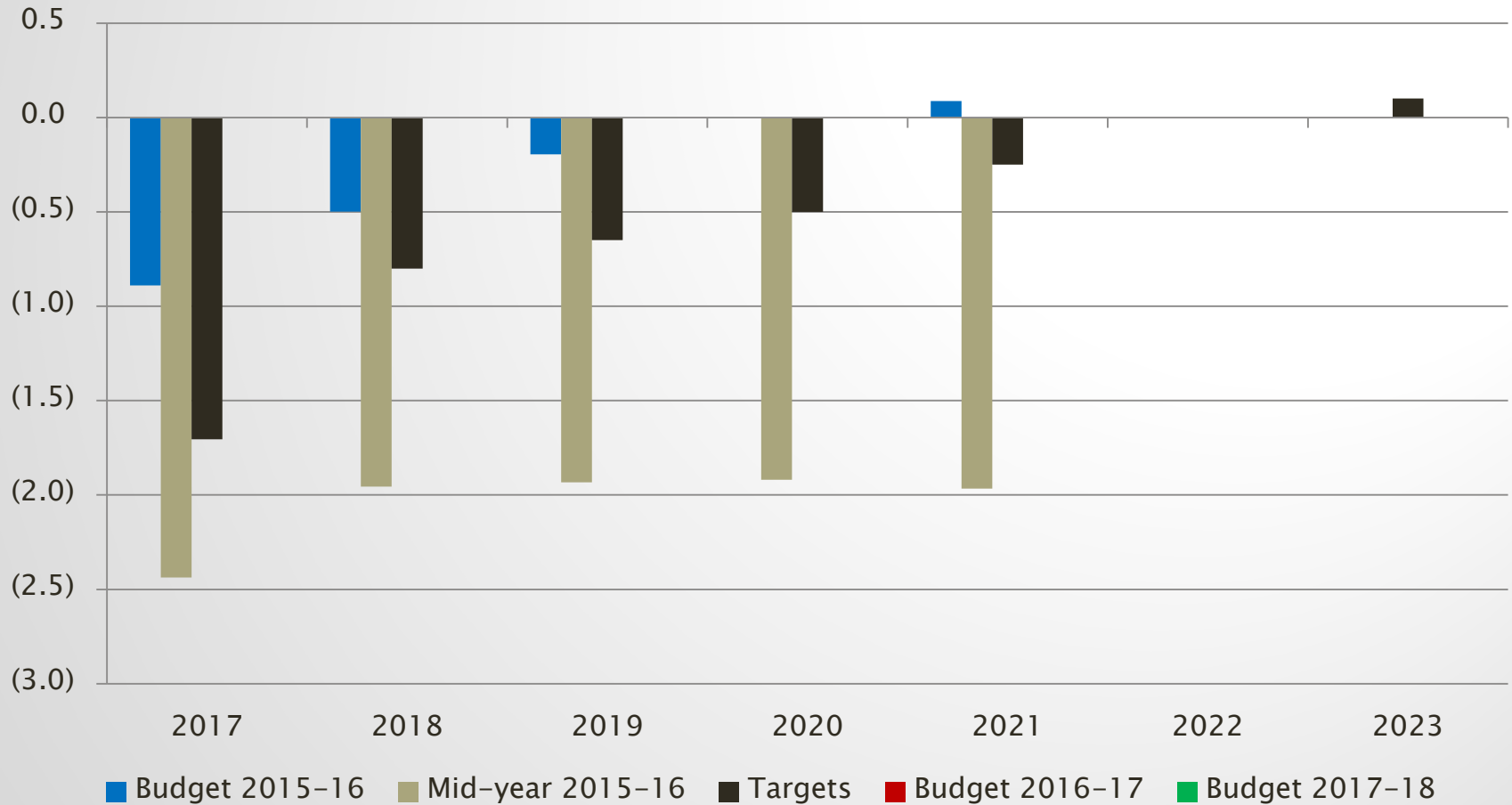
# Forecasts and Targets

(\$ Billions)



# Forecasts and Targets

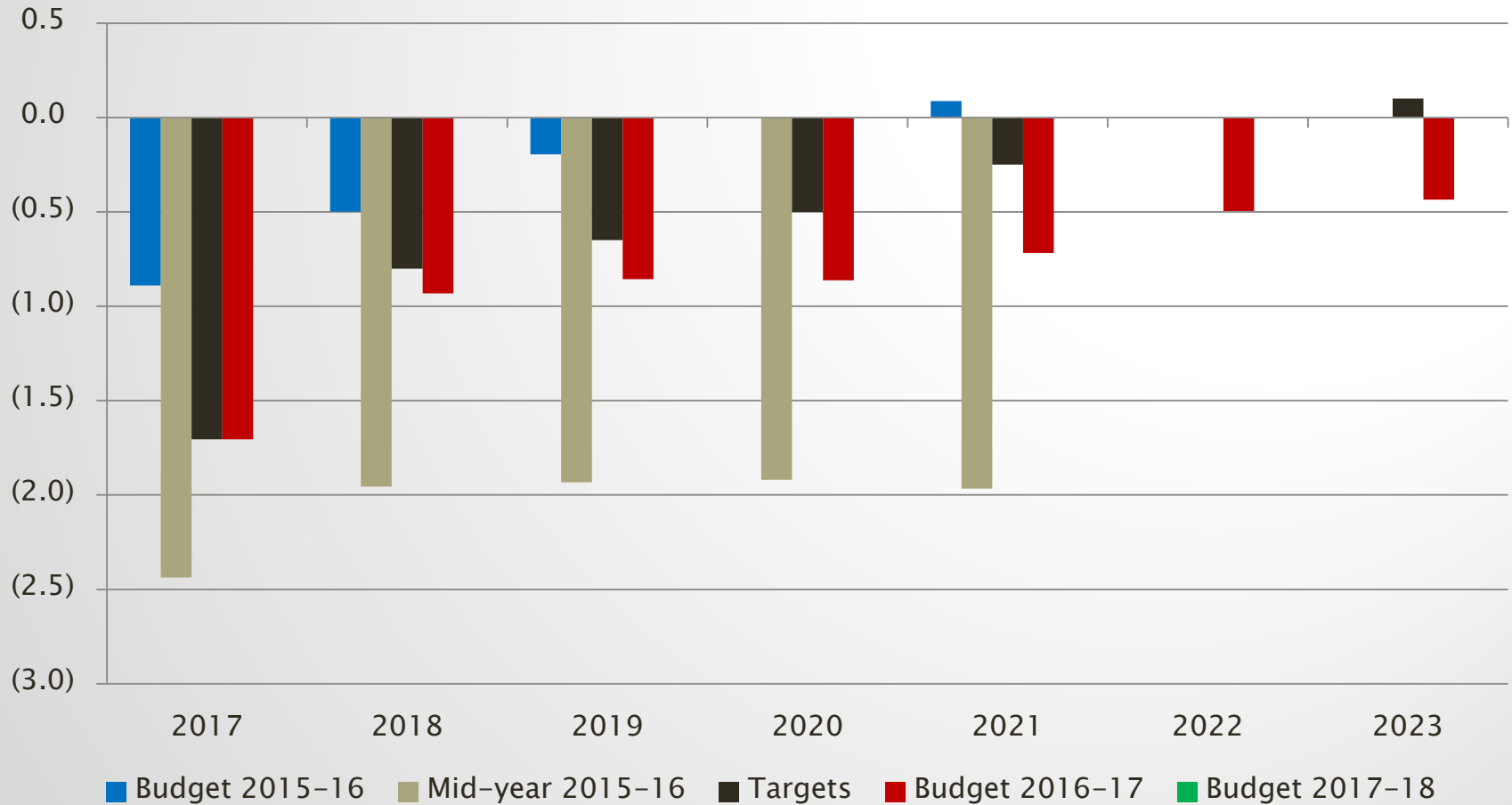
(\$ Billions)





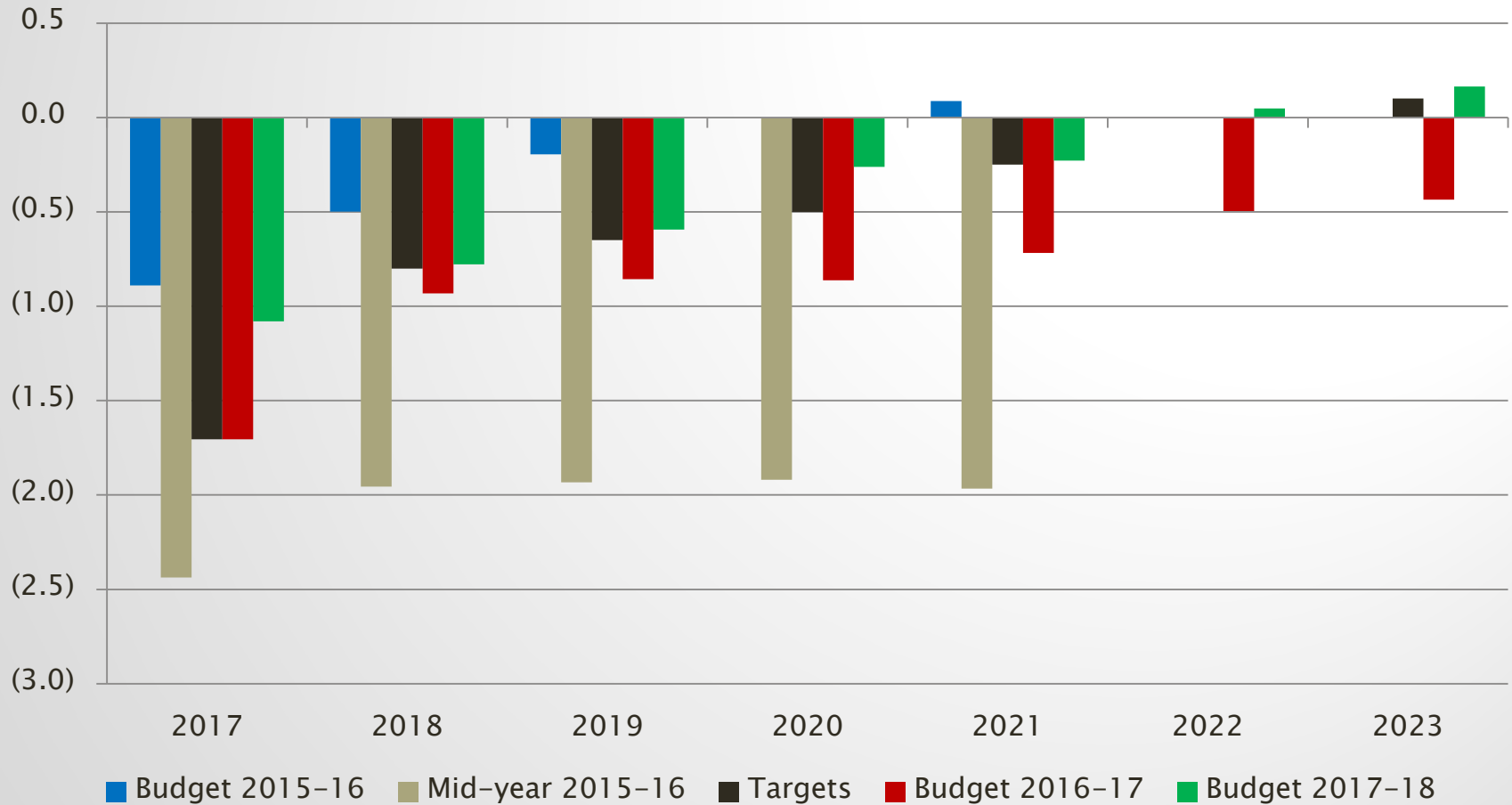
# Forecasts and Targets

(\$ Billions)



# Forecasts and Targets

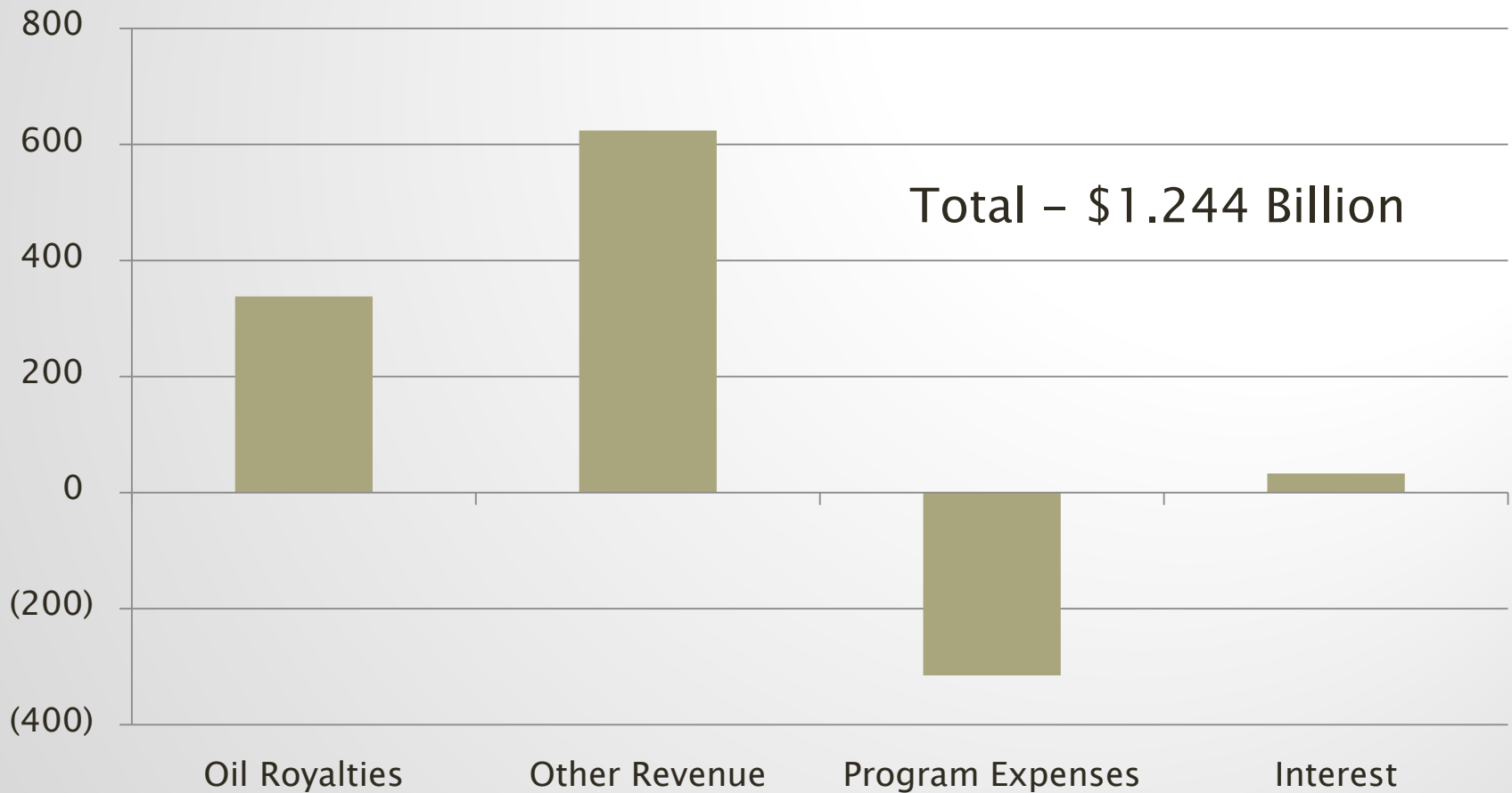
(\$ Billions)



# Components of Deficit Change

(2016-17 to 2022-23)

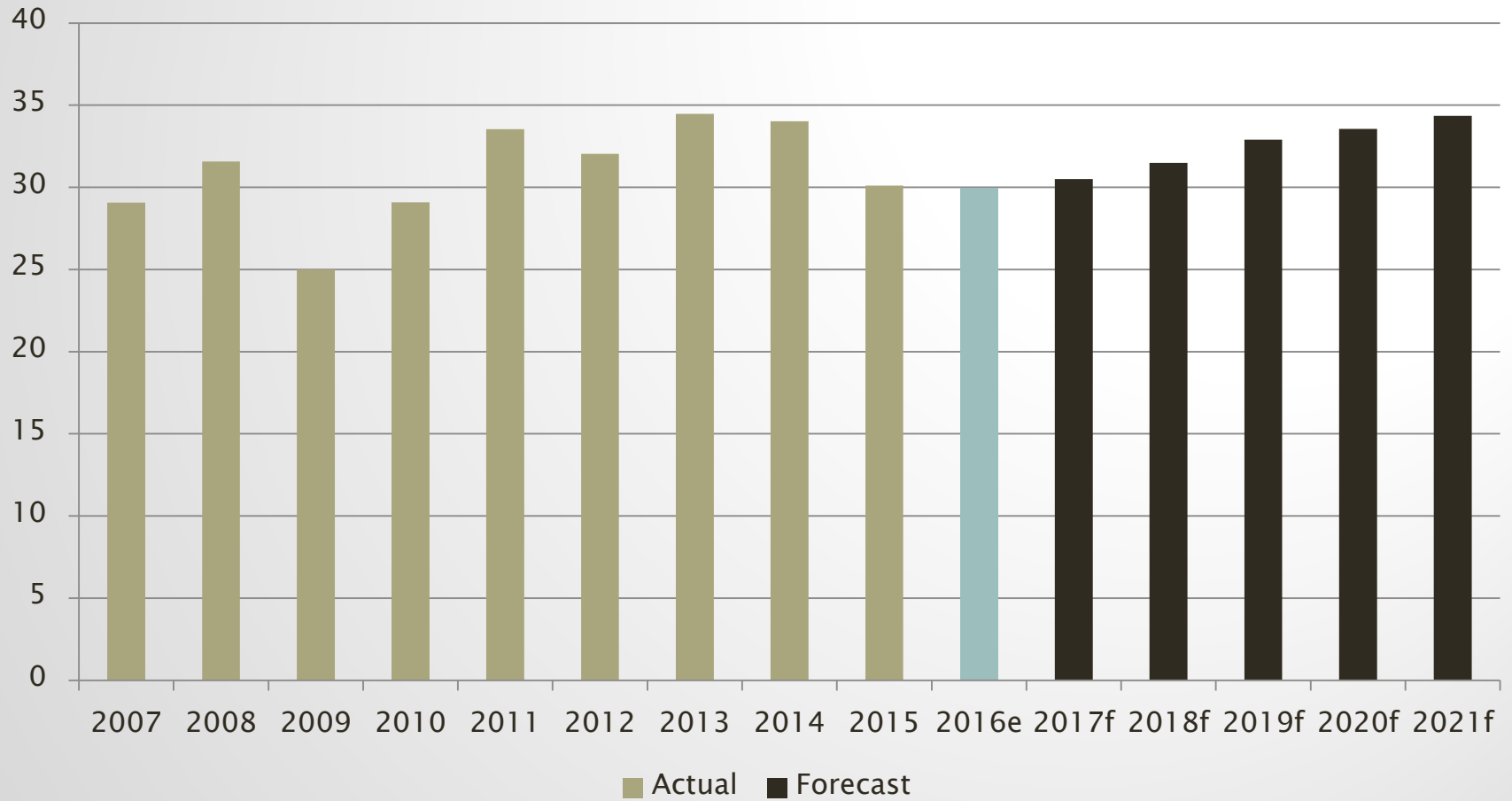
(\$ Millions)



# »» Economic Forecast

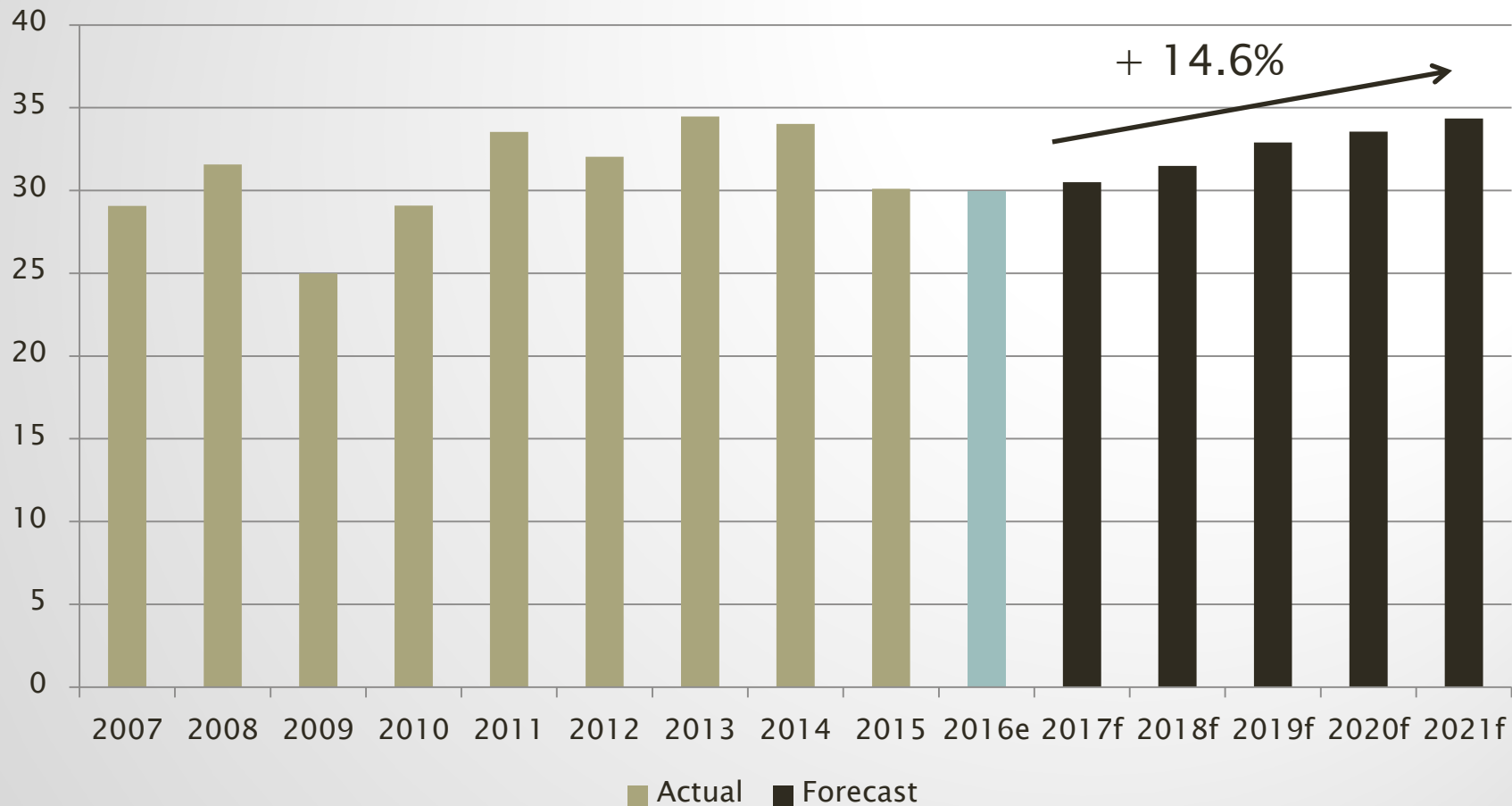
# Nominal GDP

\$ Billions



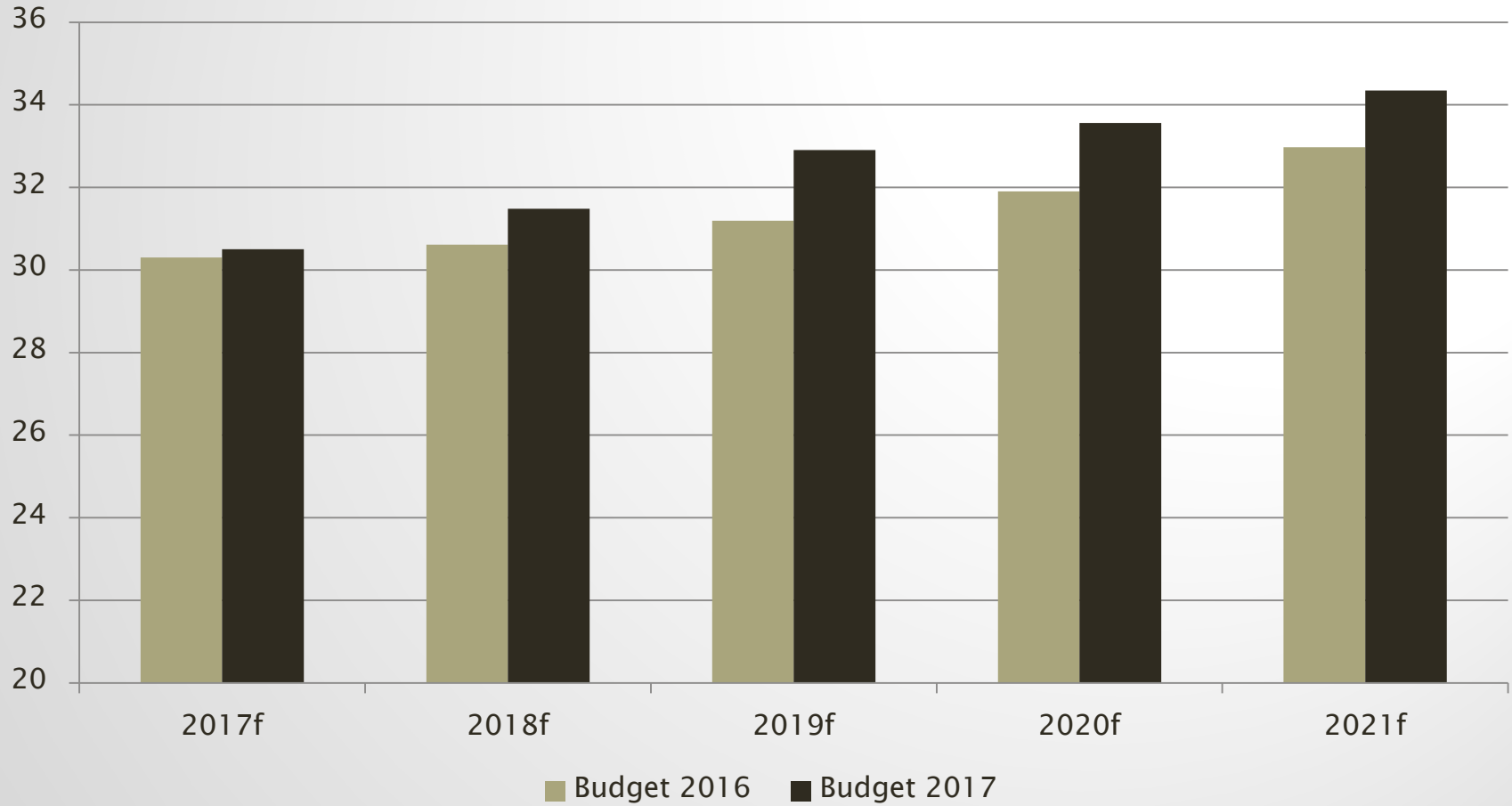
# Nominal GDP

\$ Billions



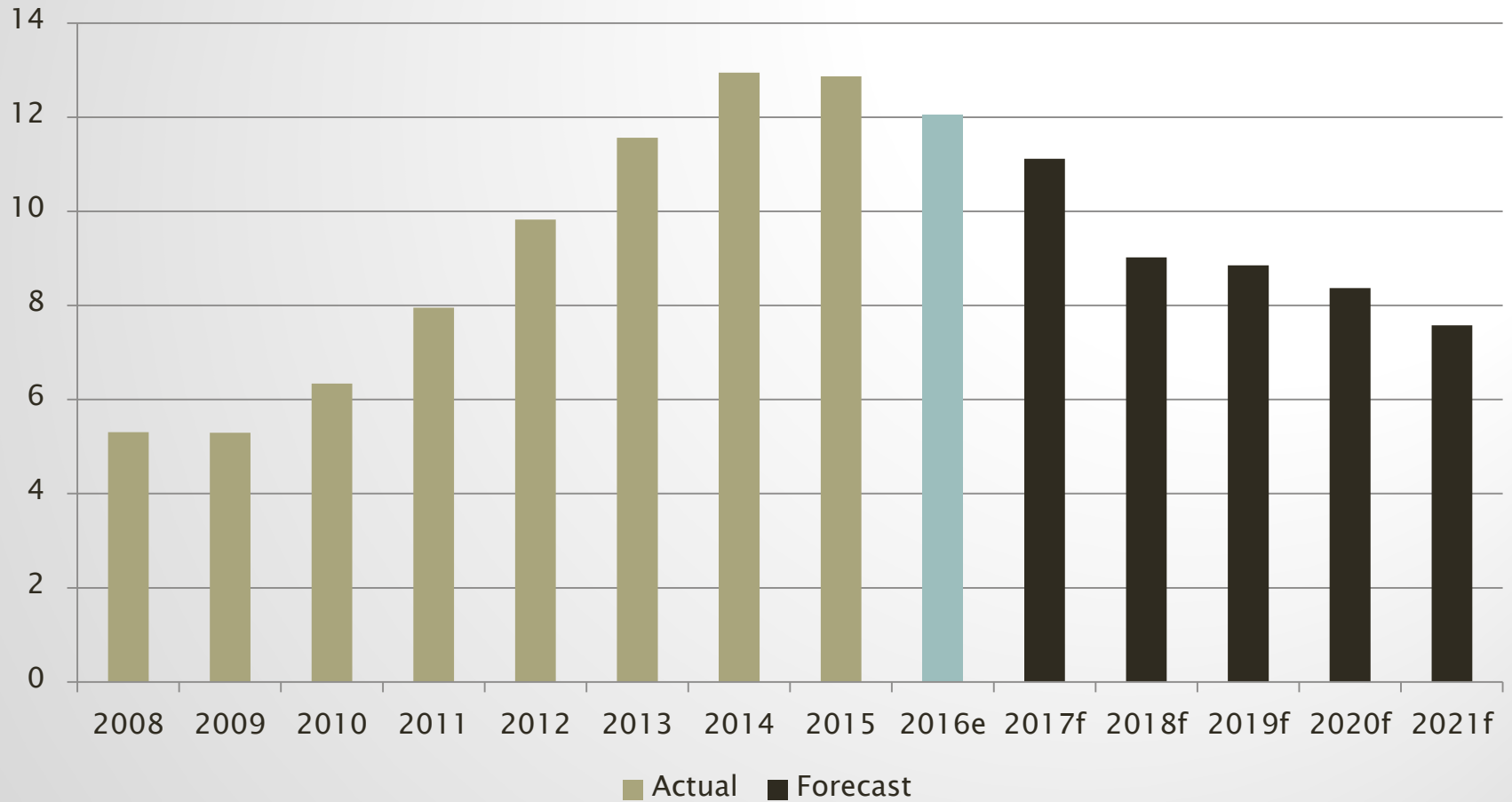
# Nominal GDP

\$ Billions



# Capital Investment

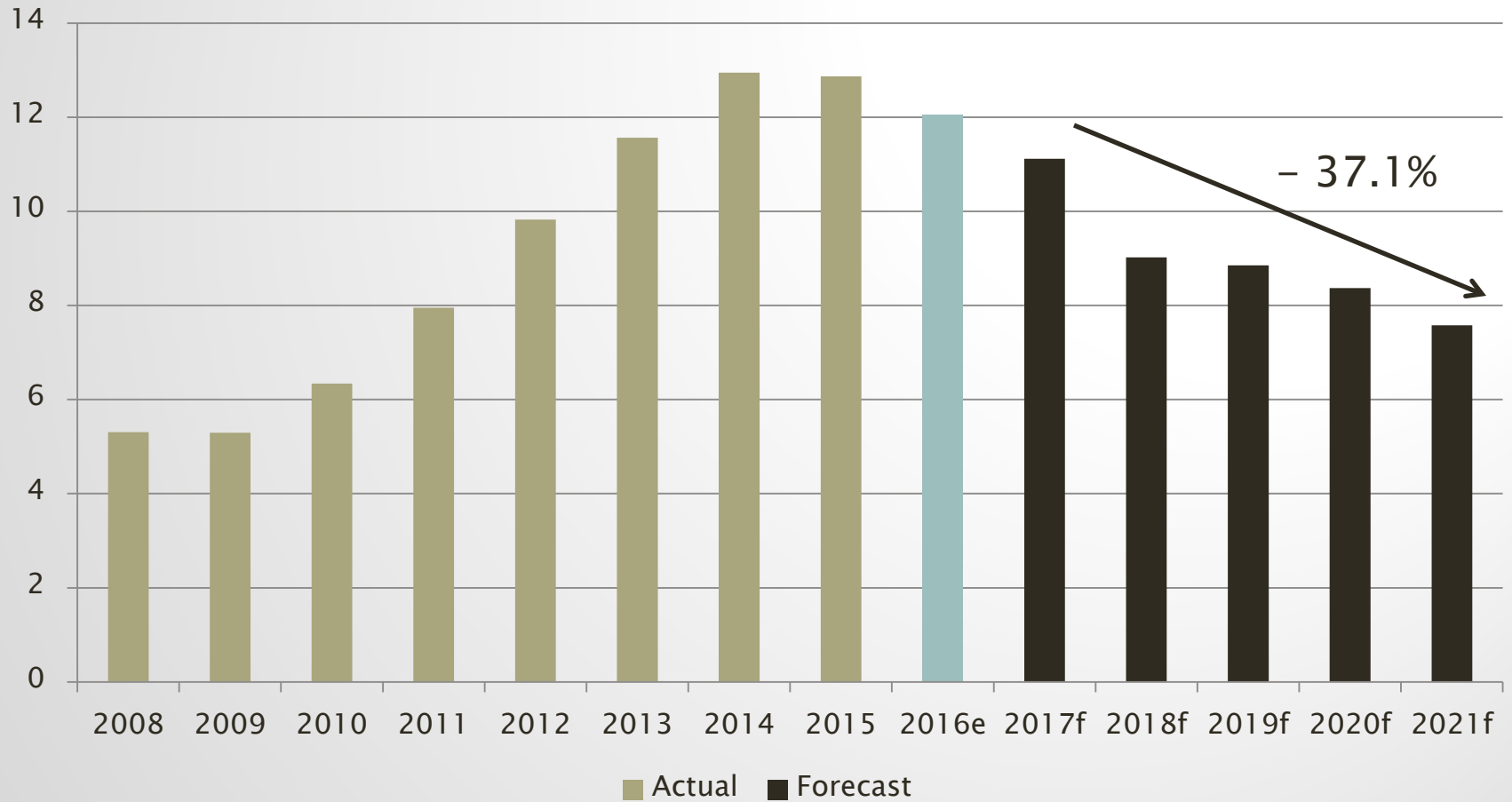
\$ Billions





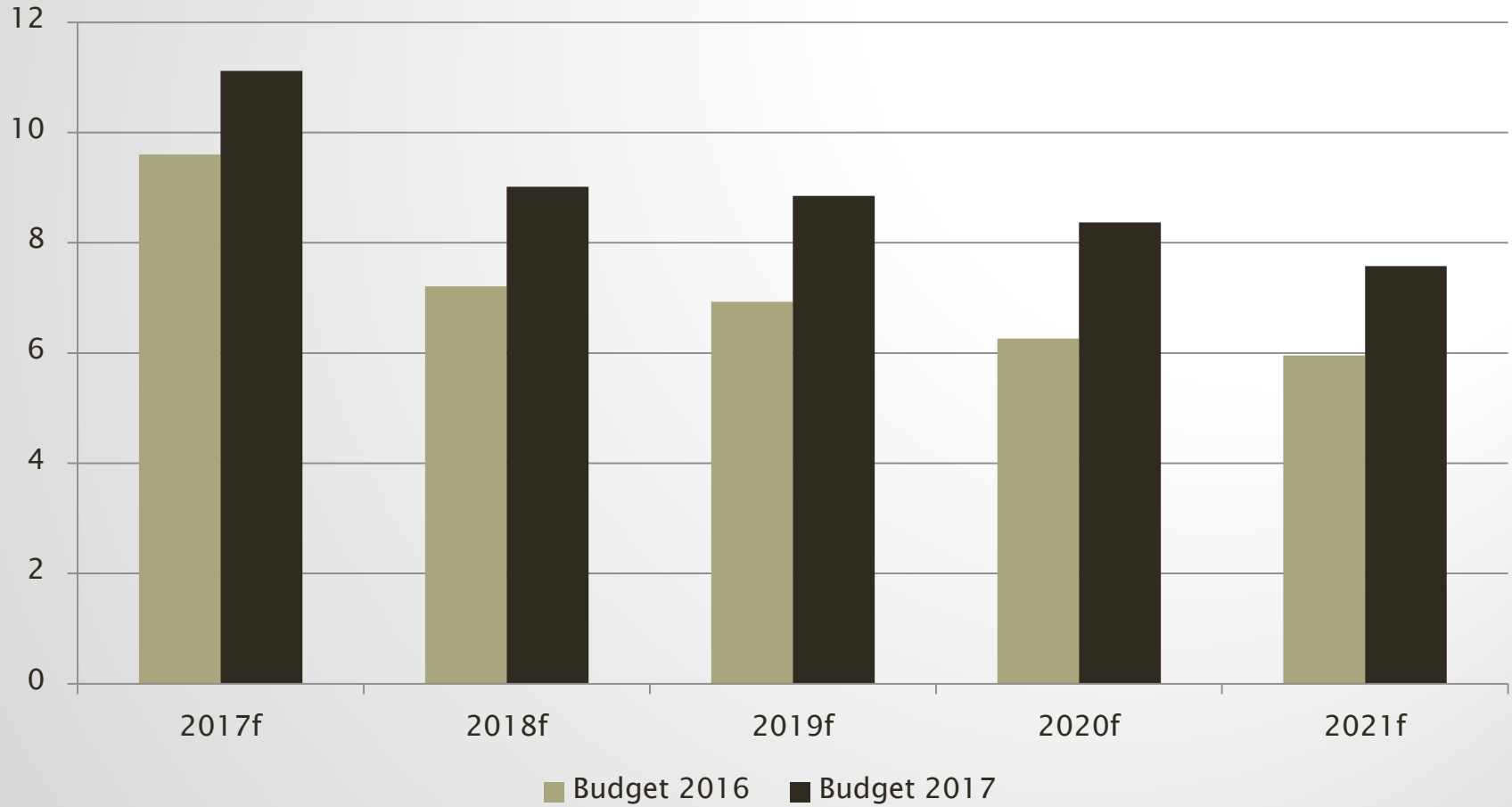
# Capital Investment

\$ Billions

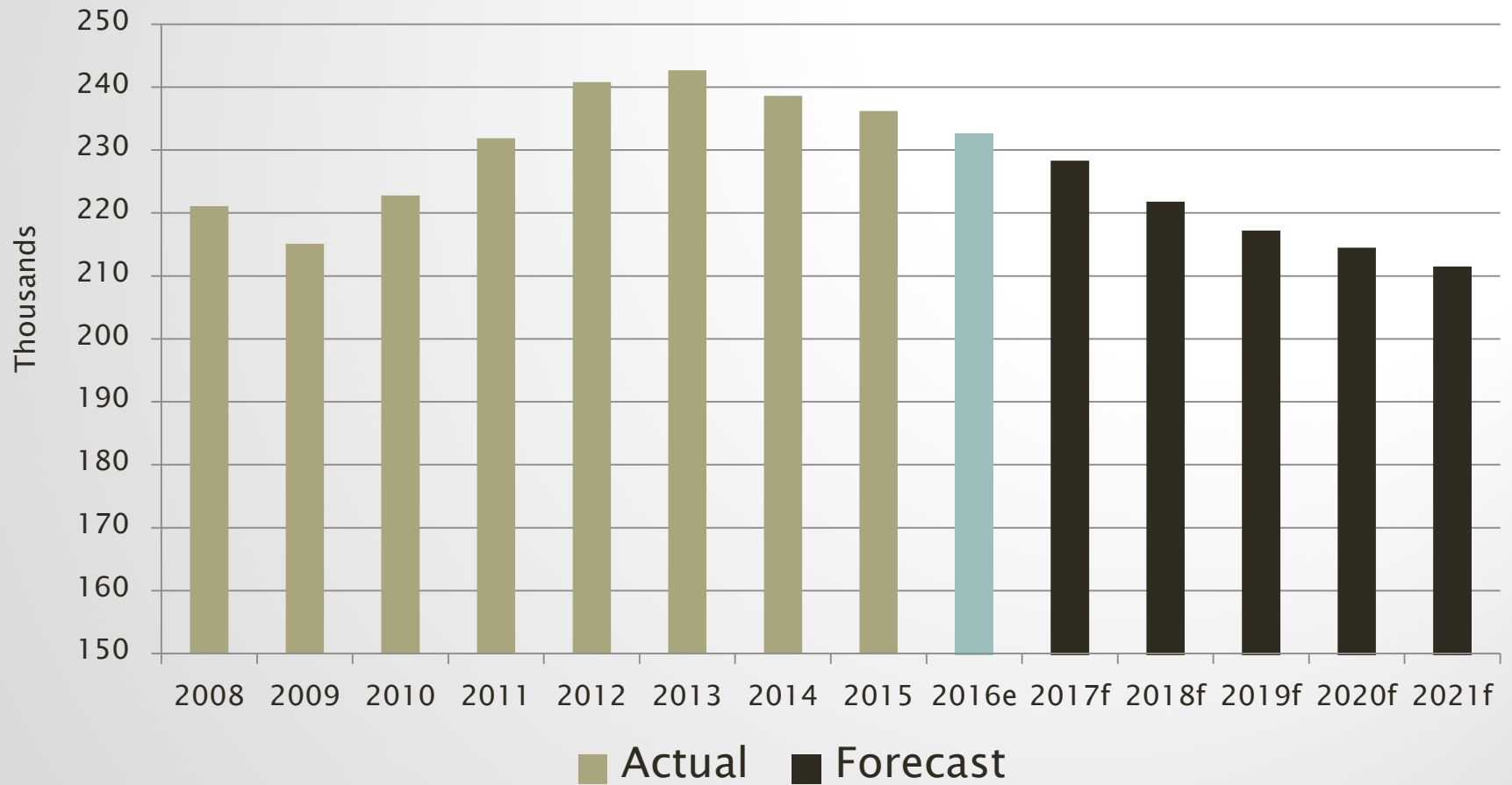


# Capital Investment

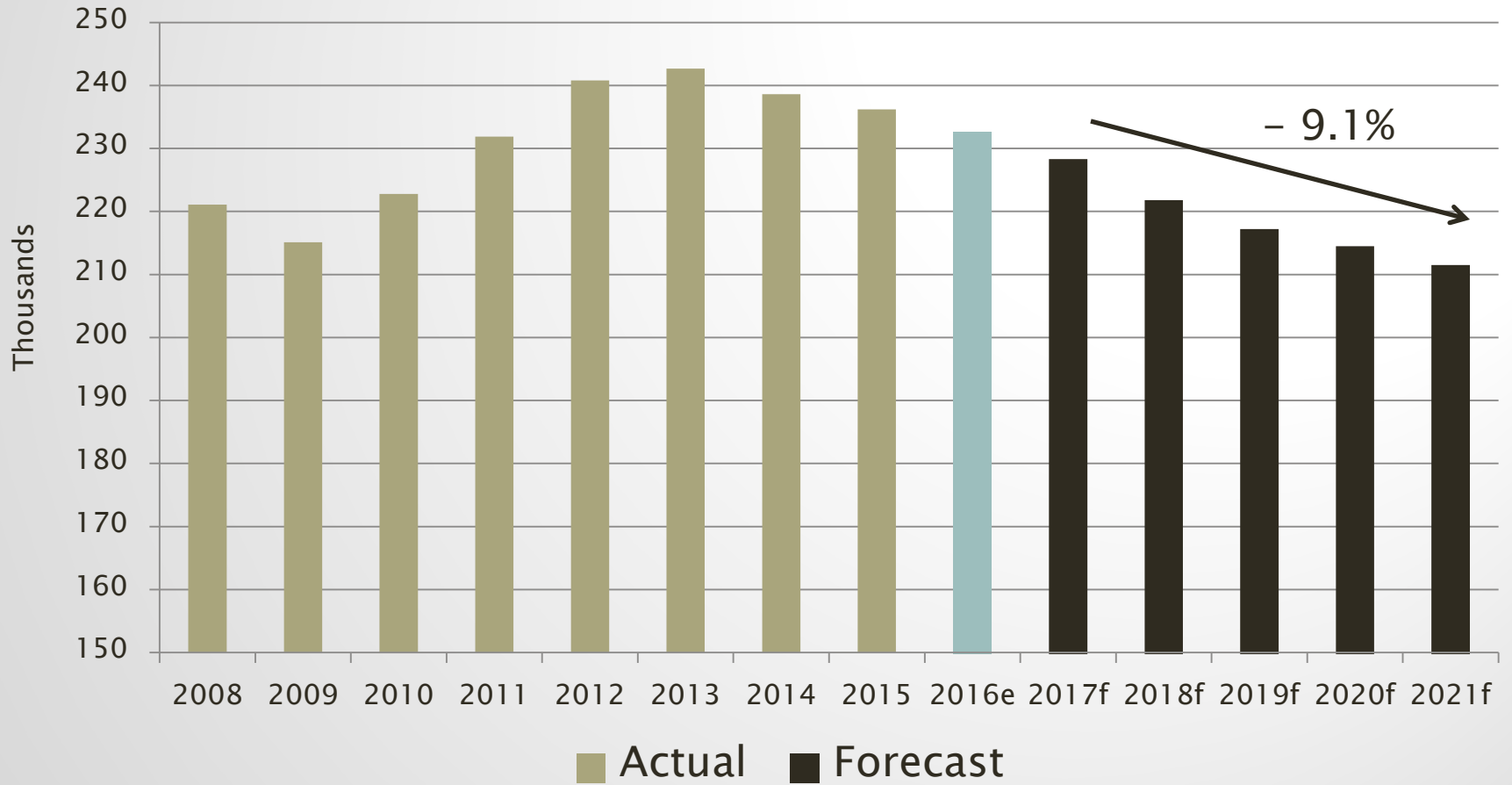
\$ Billions



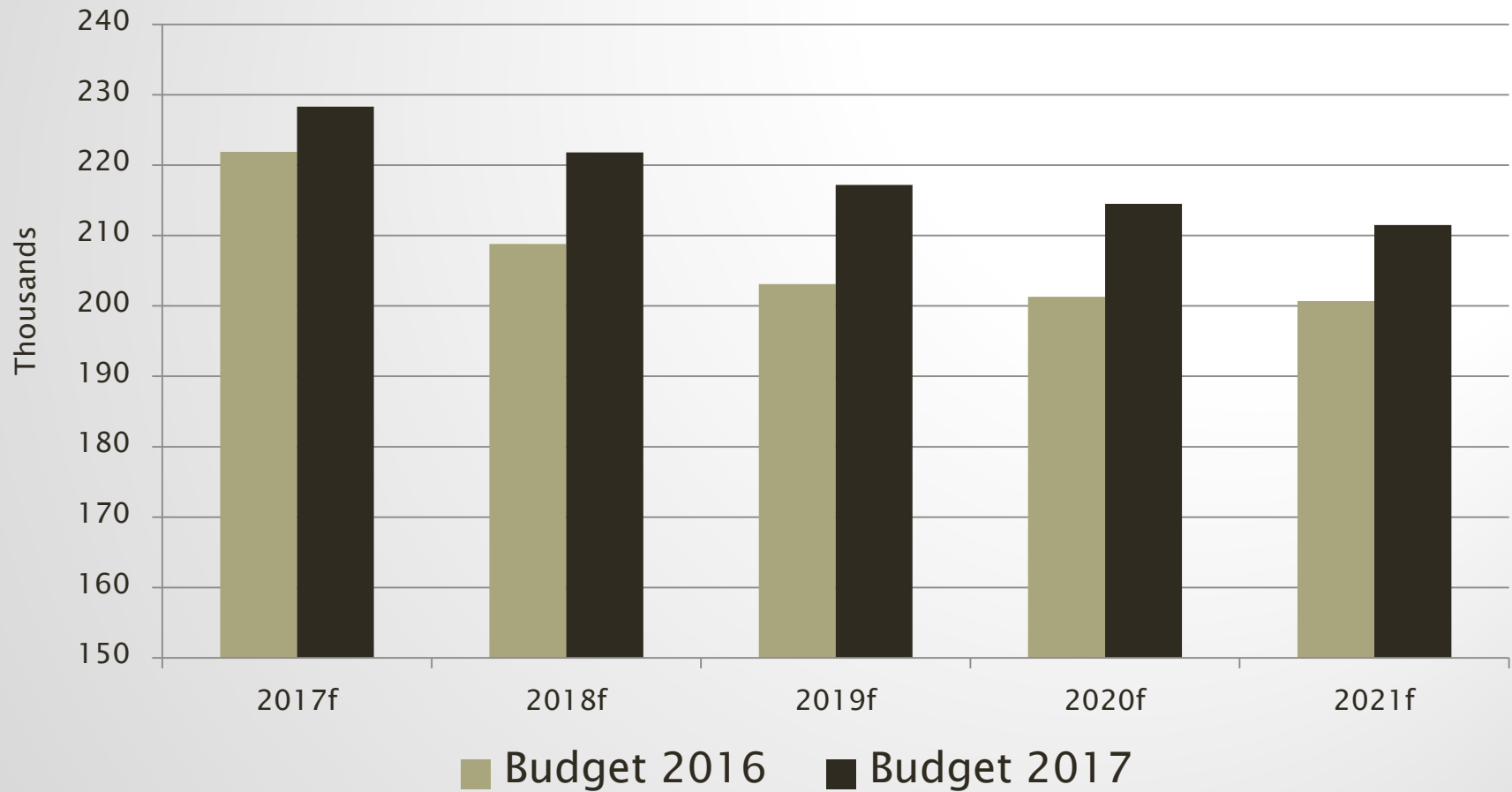
# Employment



# Employment



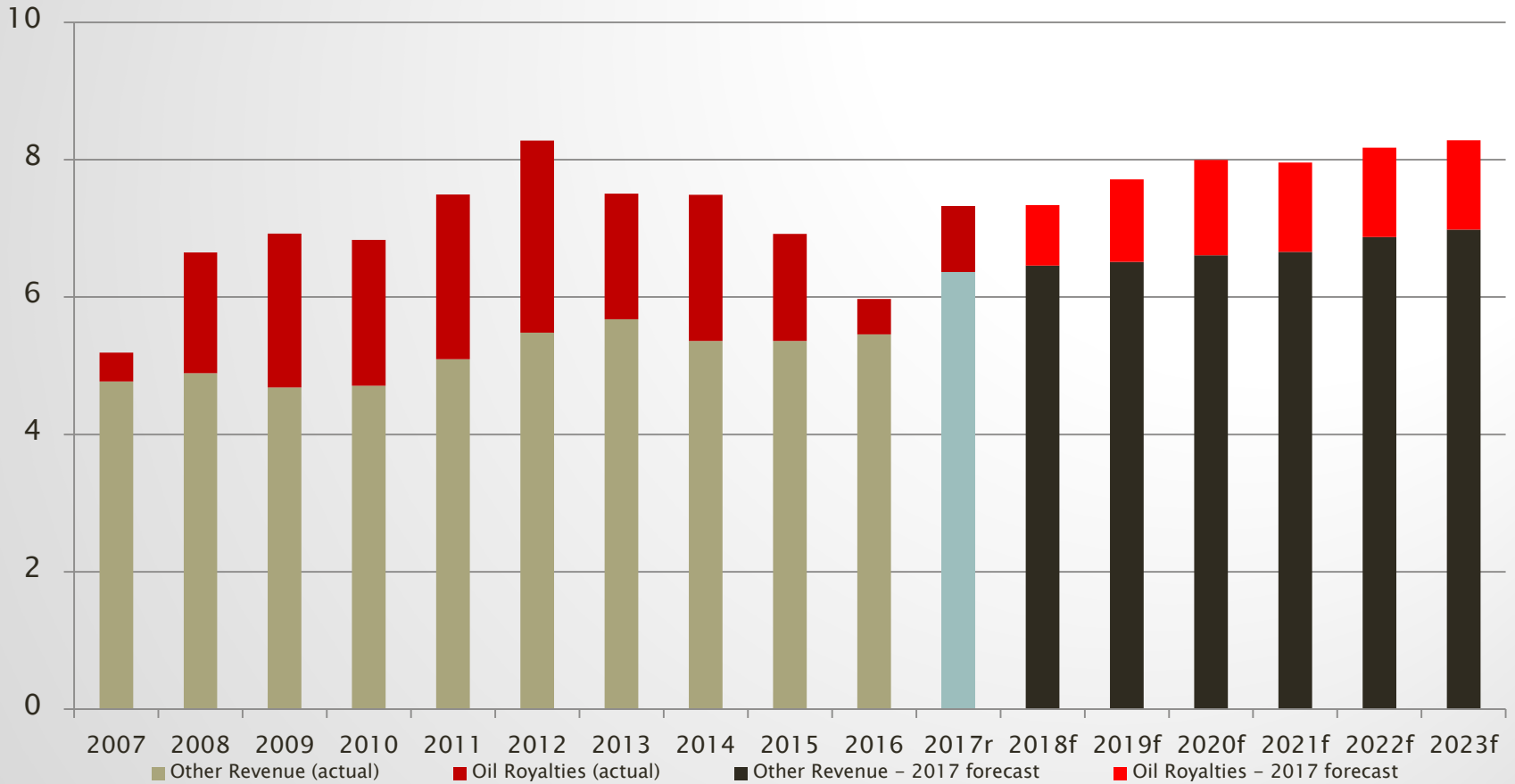
# Employment



## »» Revenue

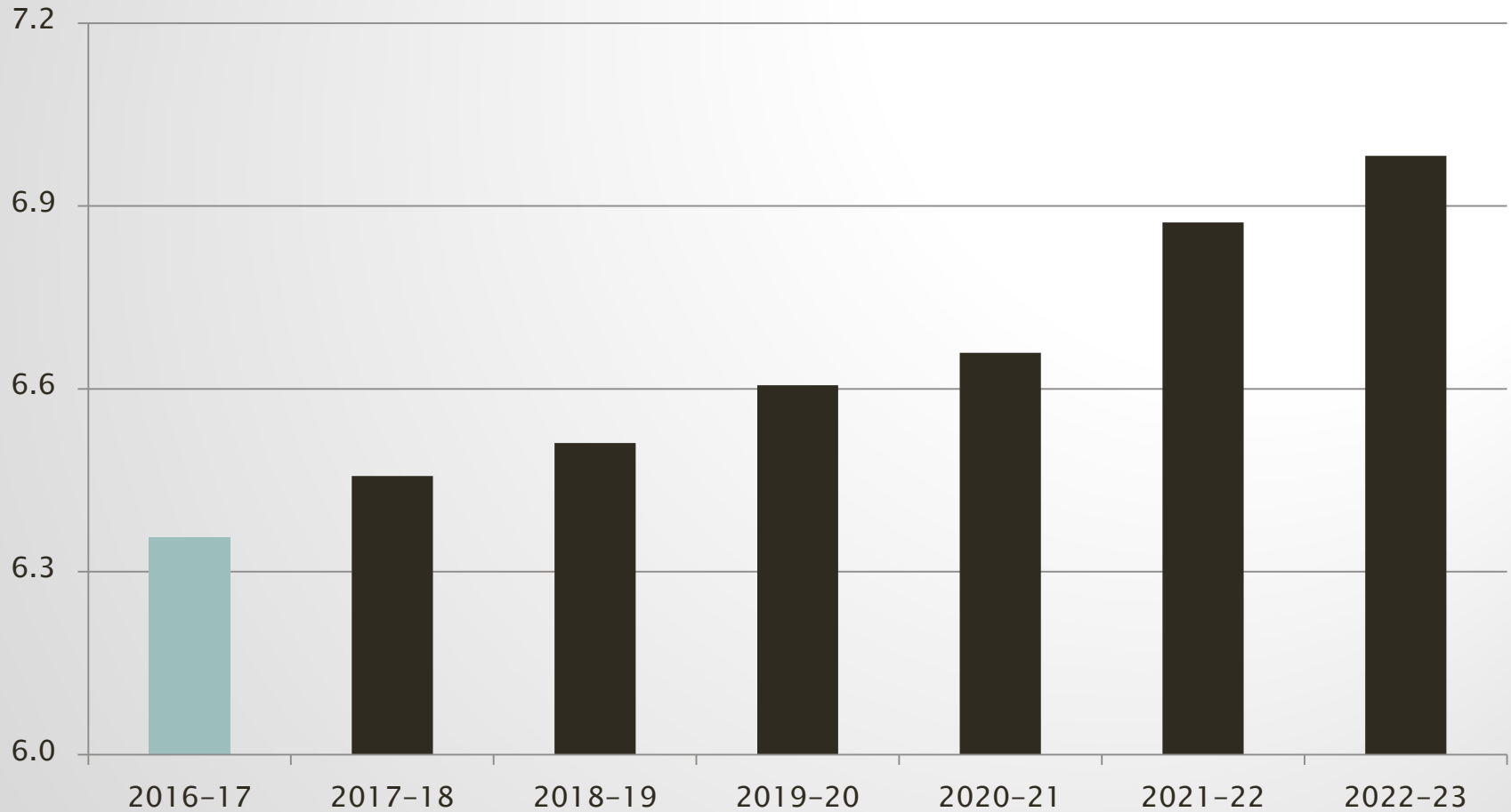
# Revenue

\$ Billions



# Revenue Forecast (Non-Oil)

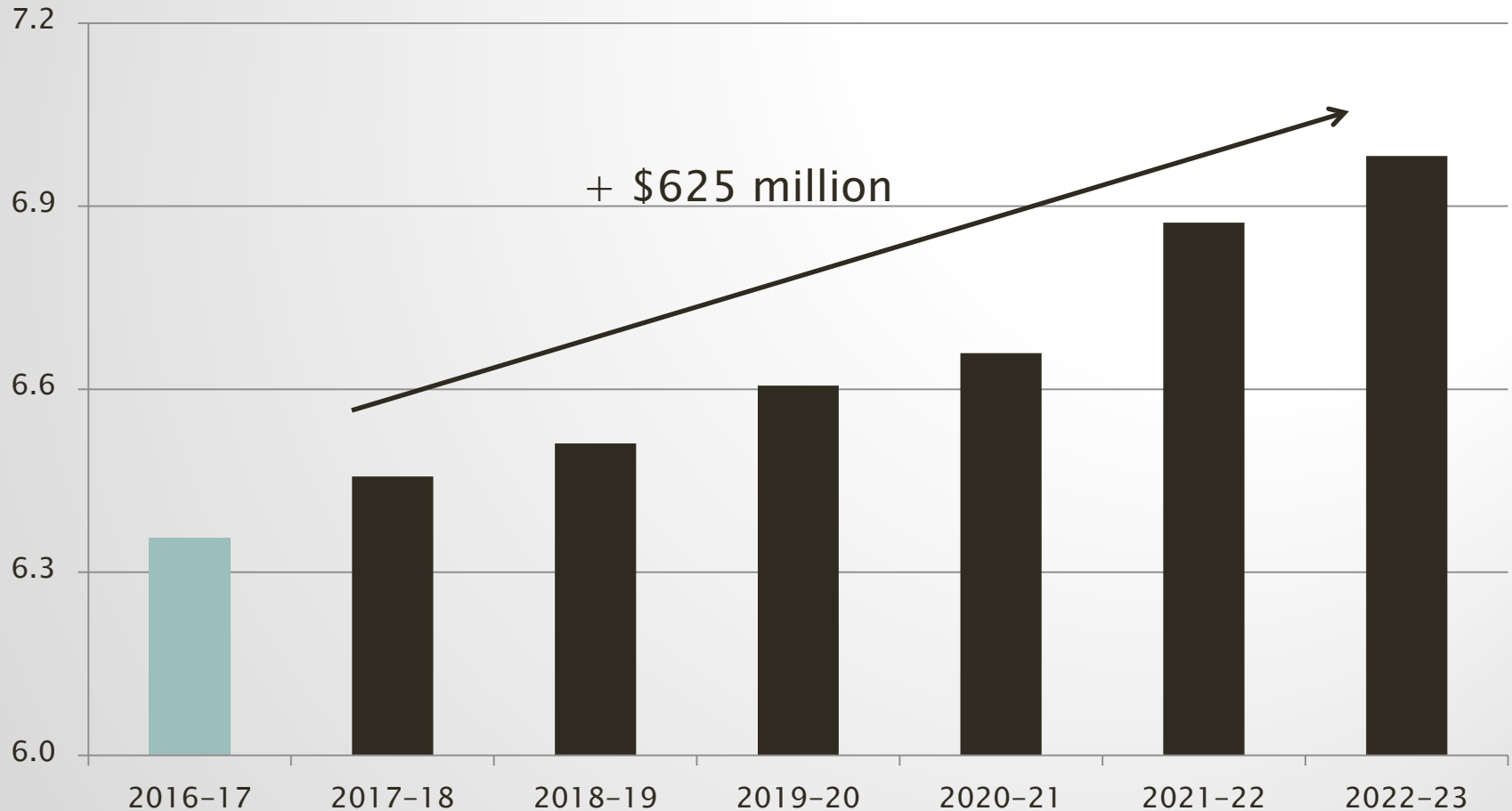
\$ Billions





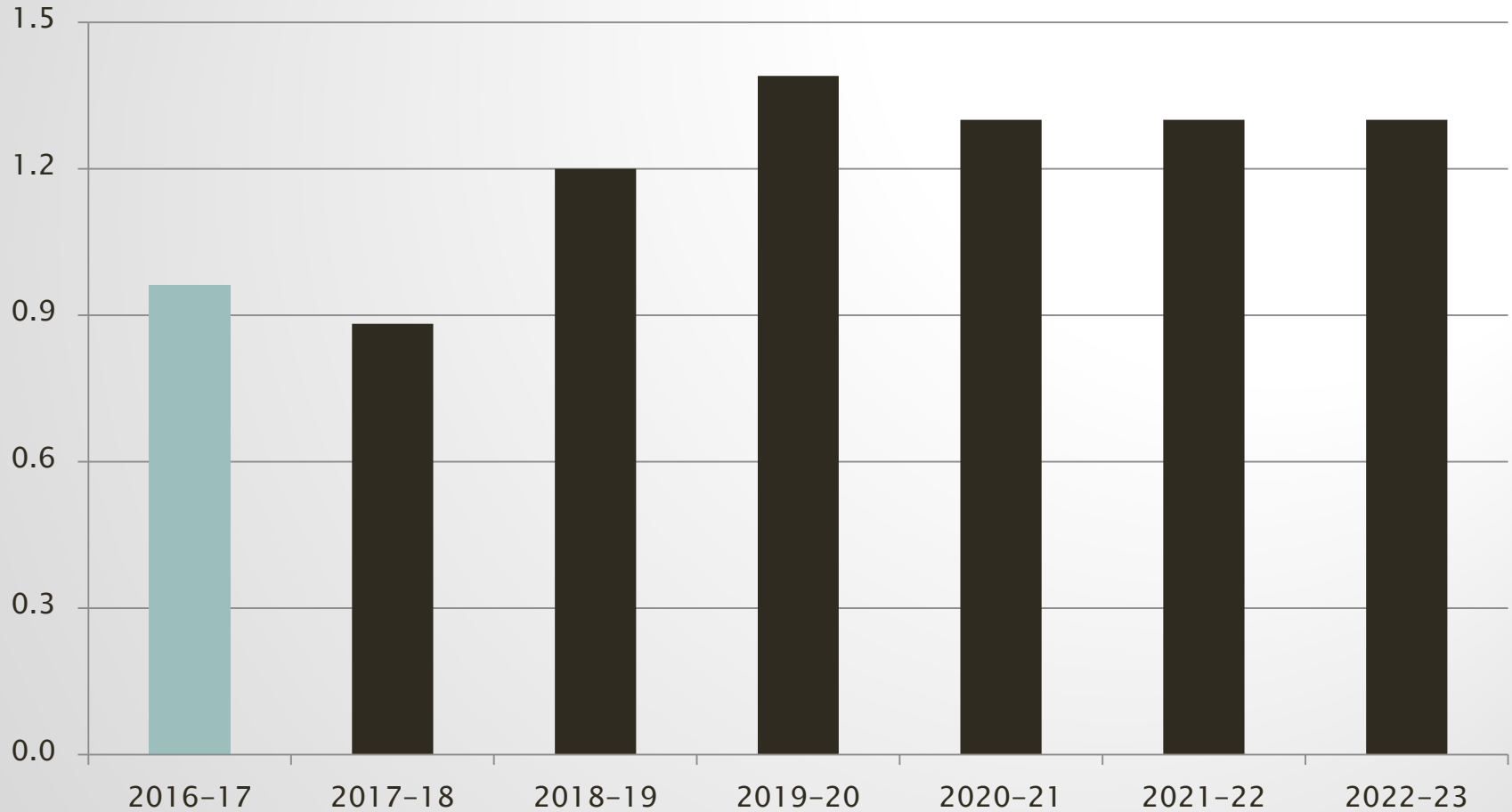
# Revenue Forecast (Non-Oil)

\$ Billions



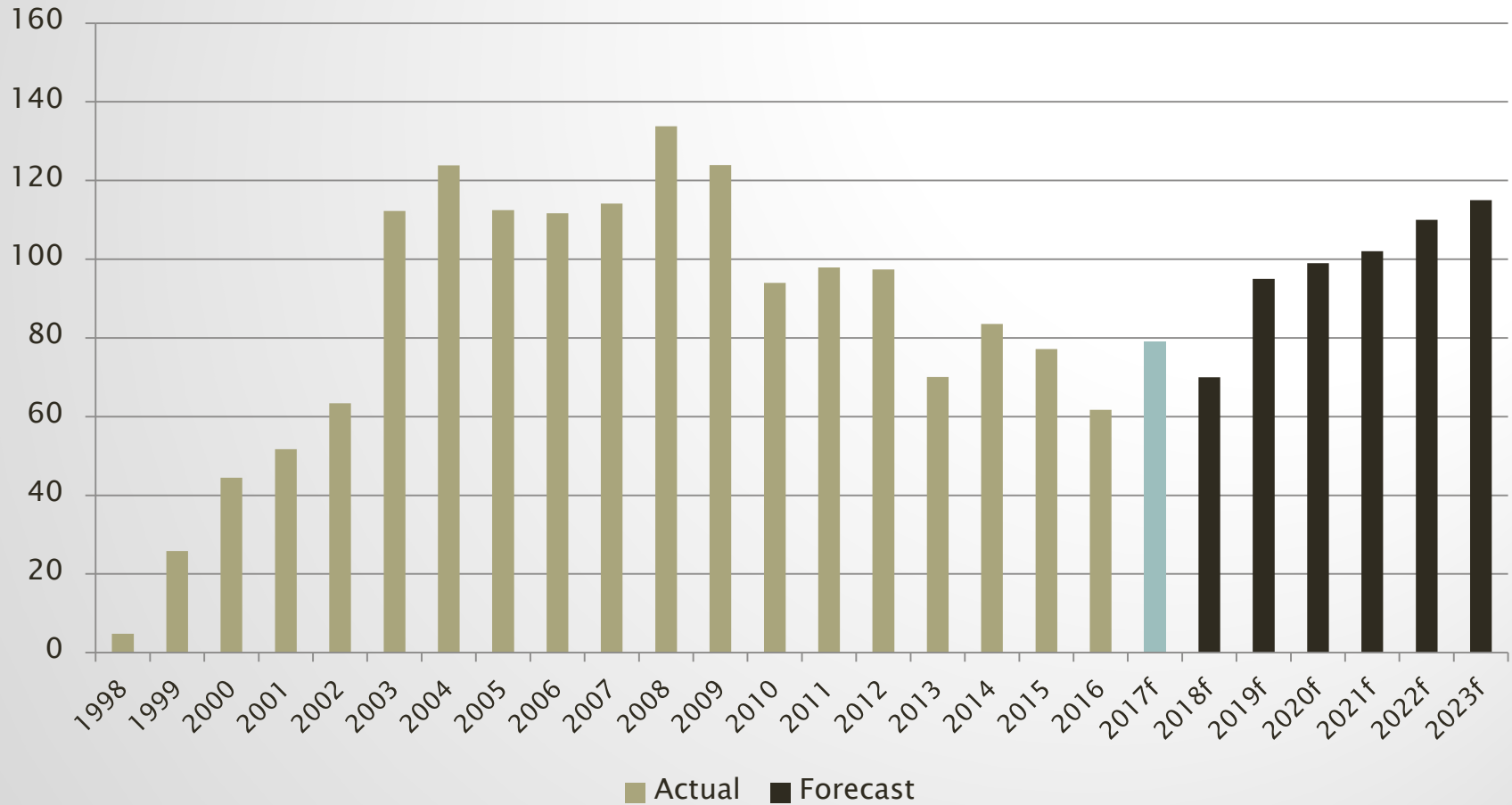
# Revenue Forecast (Oil)

\$ Billions

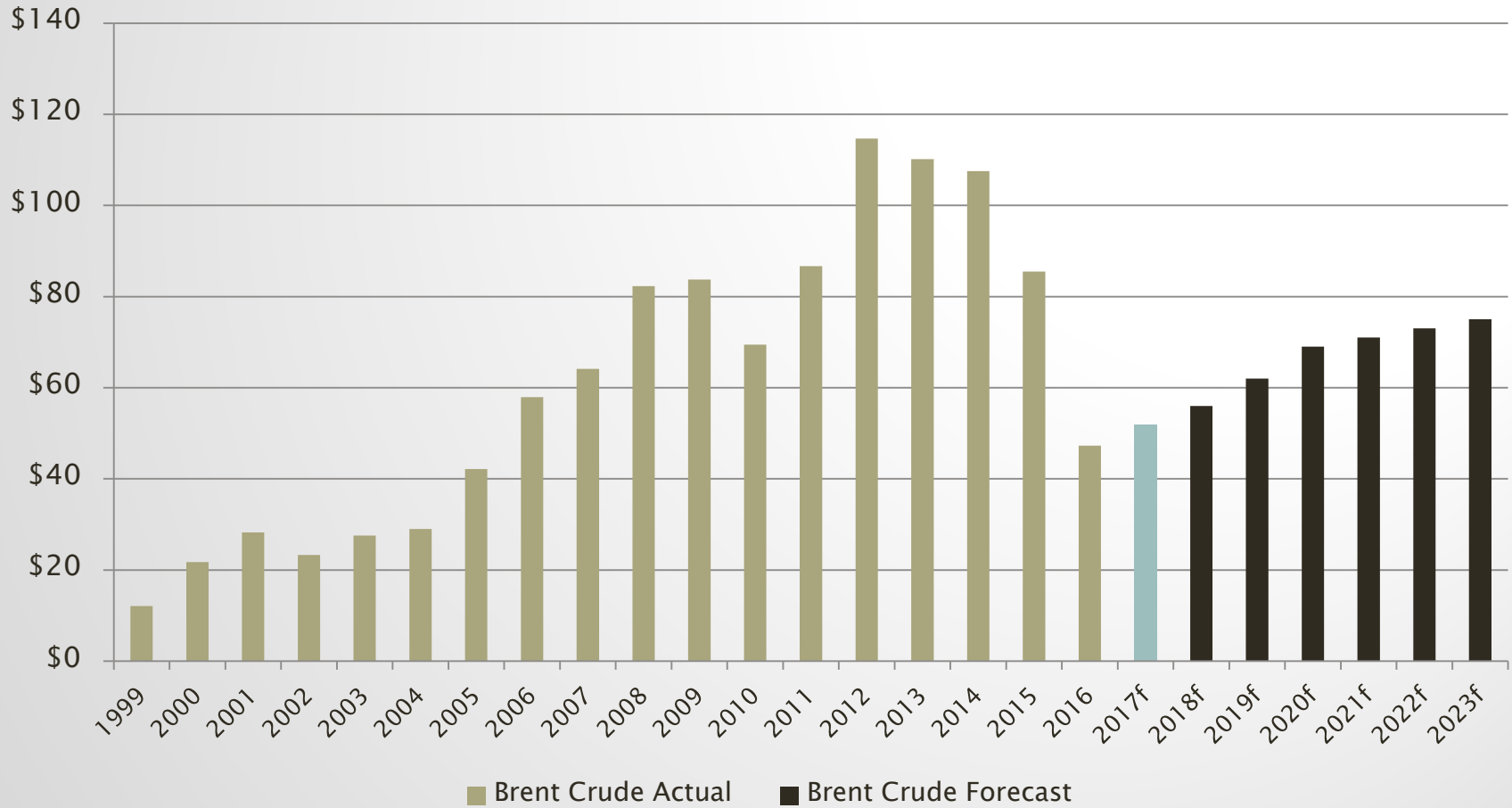


# Oil Production

Mbbbls



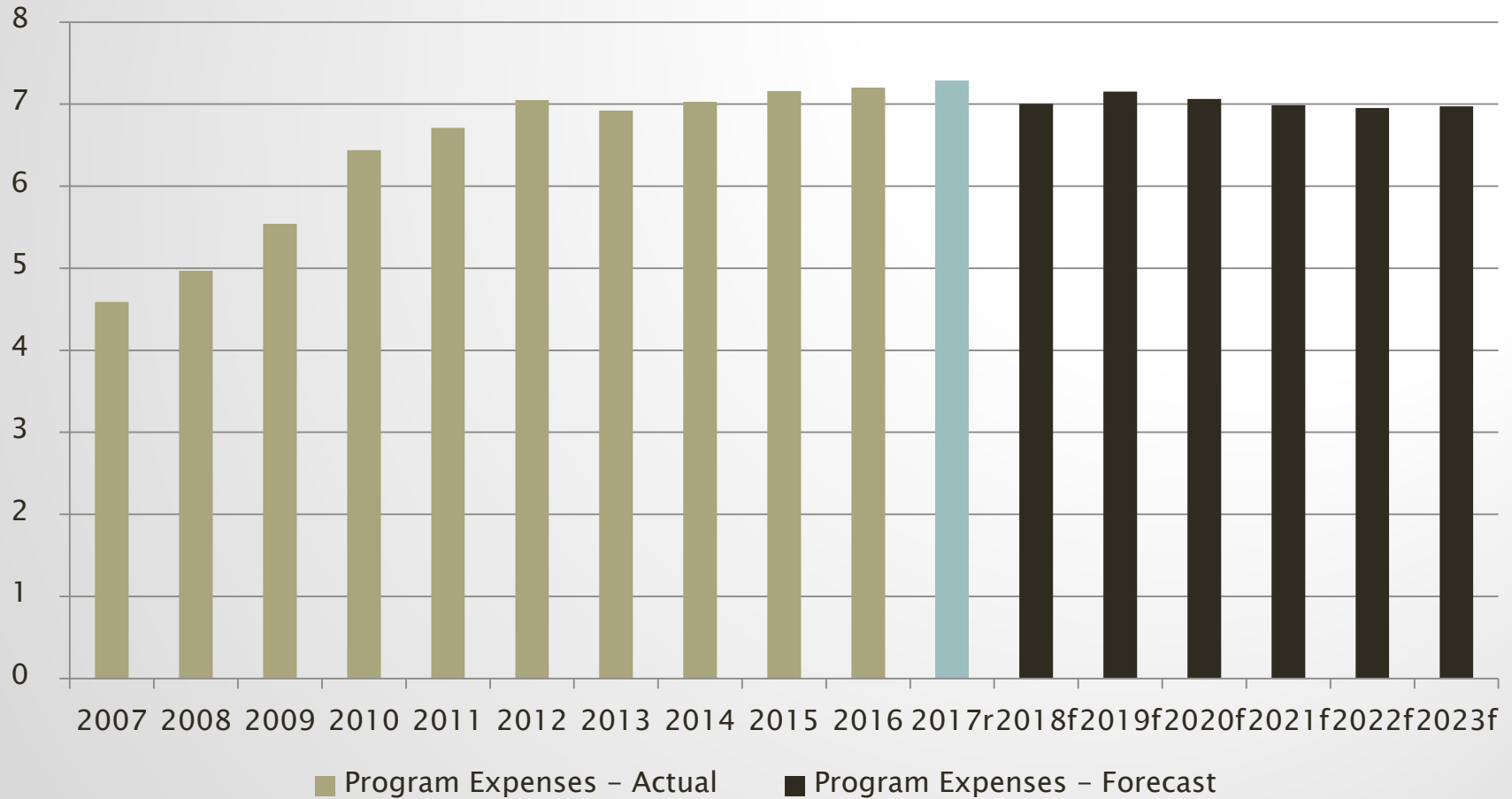
# Oil Price (Brent \$US per bbl)



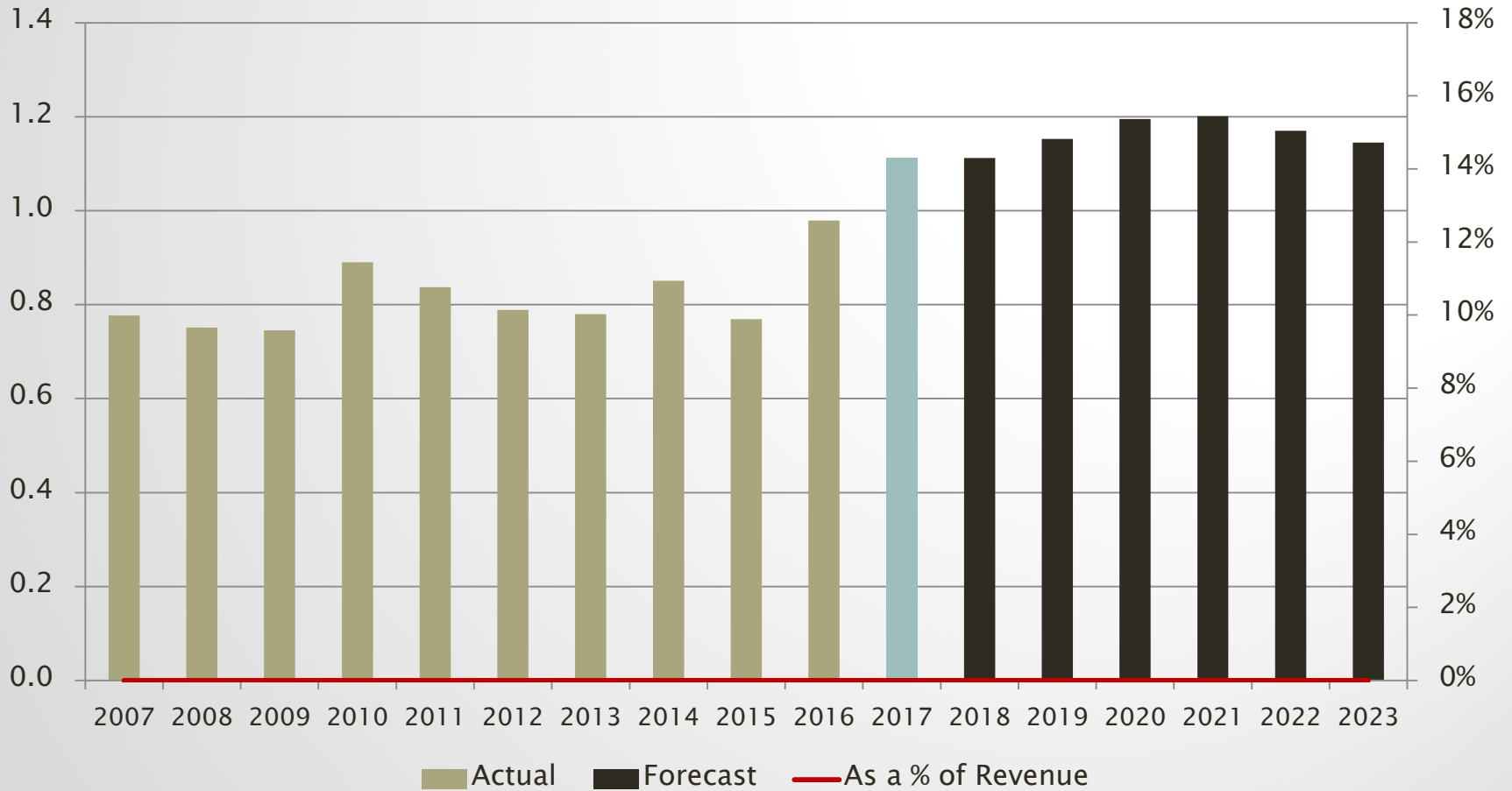
## »» Expenses

# Program Expenses

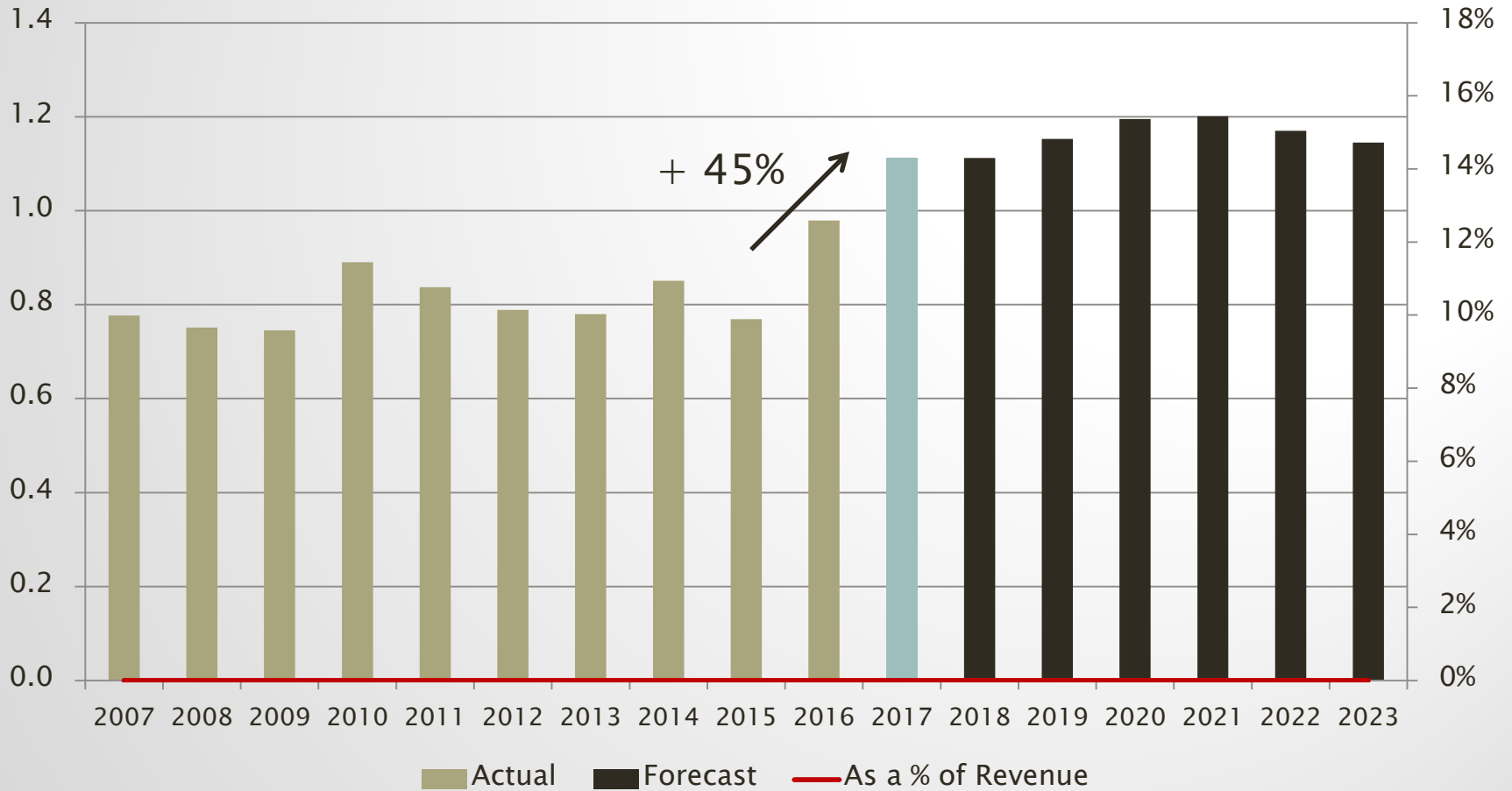
\$ Billions



# Interest Expenses

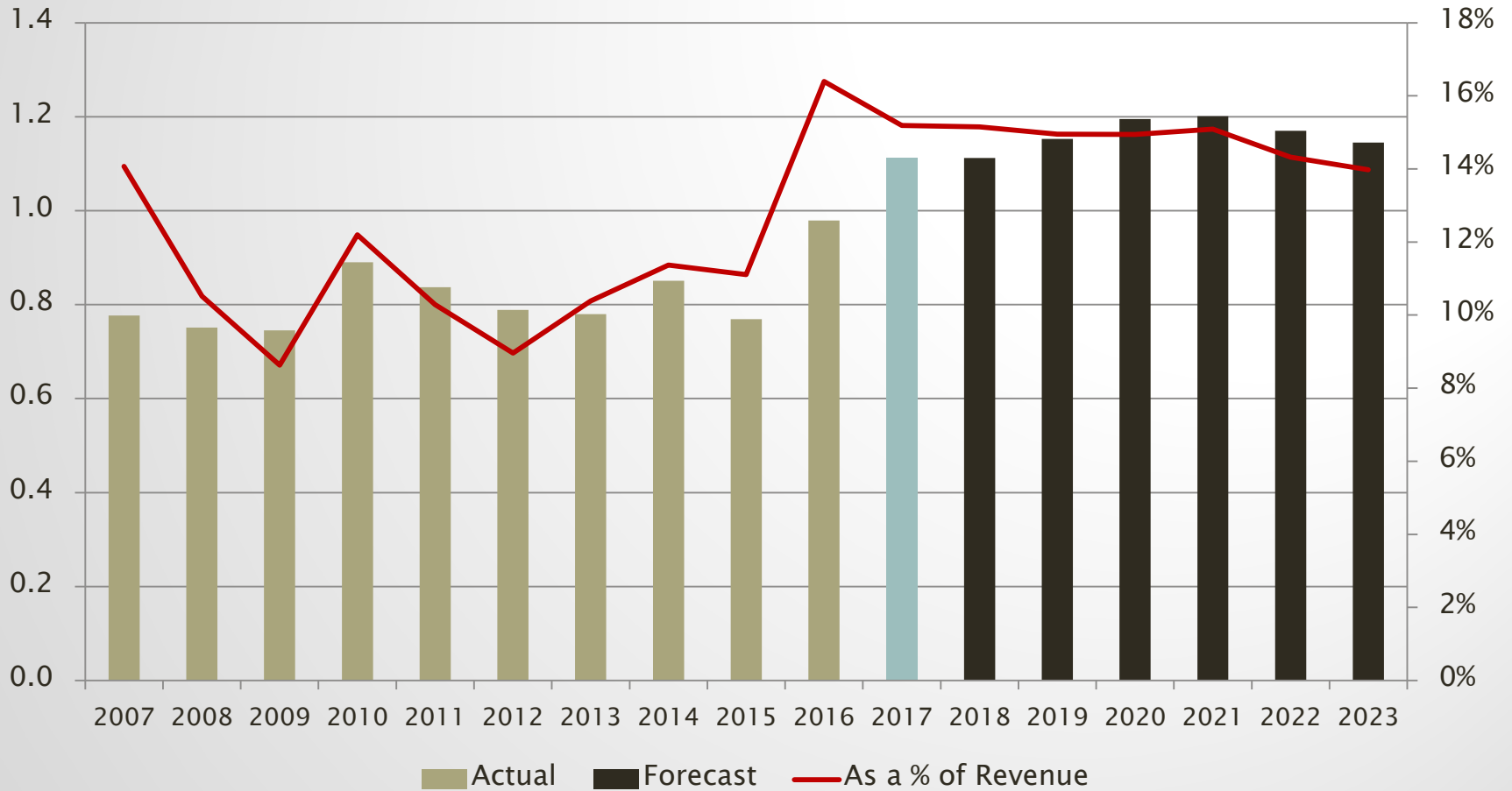


# Interest Expenses





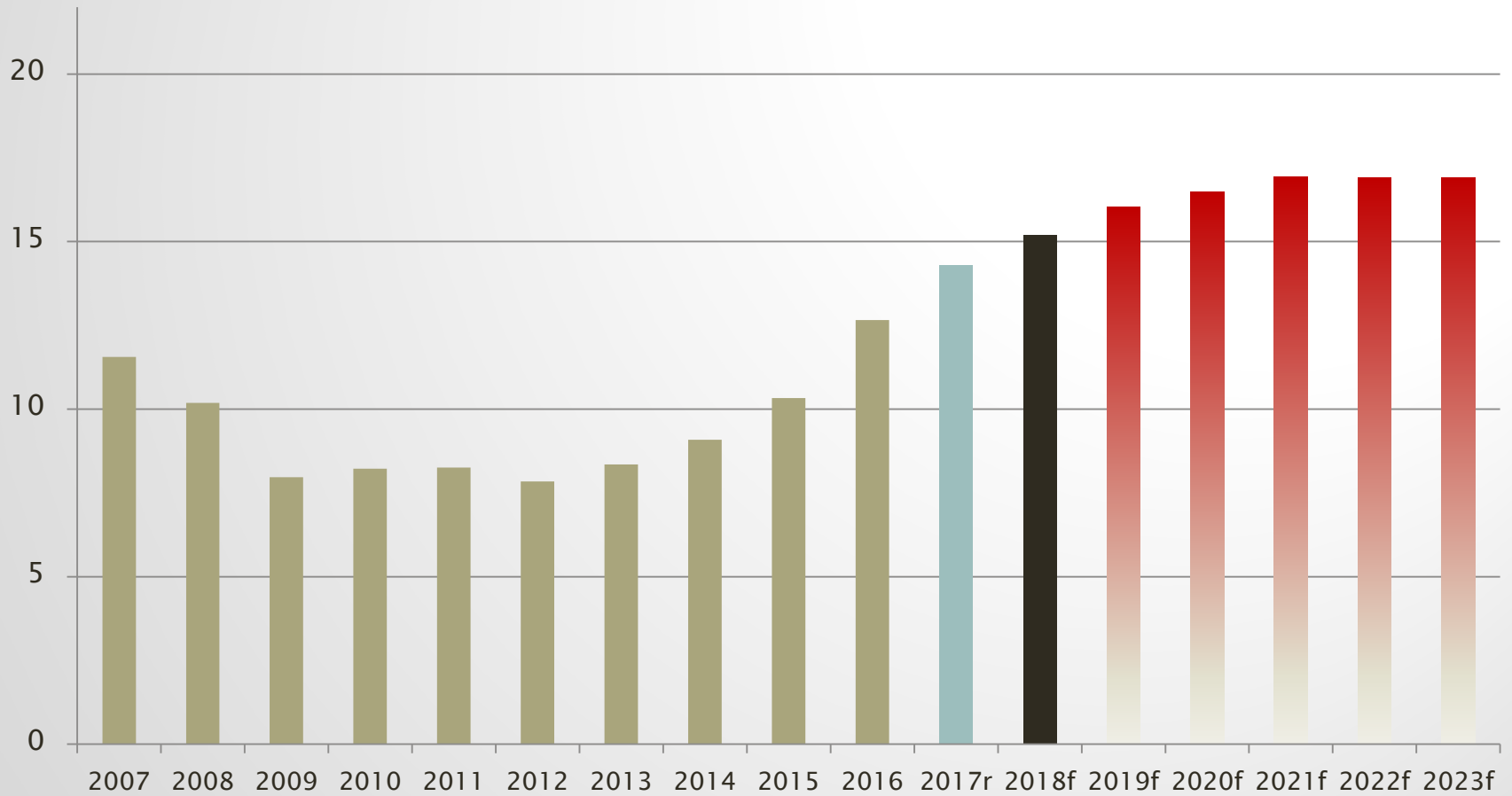
# Interest Expenses



## »» Net Debt

# Net Debt

\$ Billions



# Bond Rating Agencies

## Standard & Poors

- ▶ January 29, 2016 – Downgrade

## DBRS

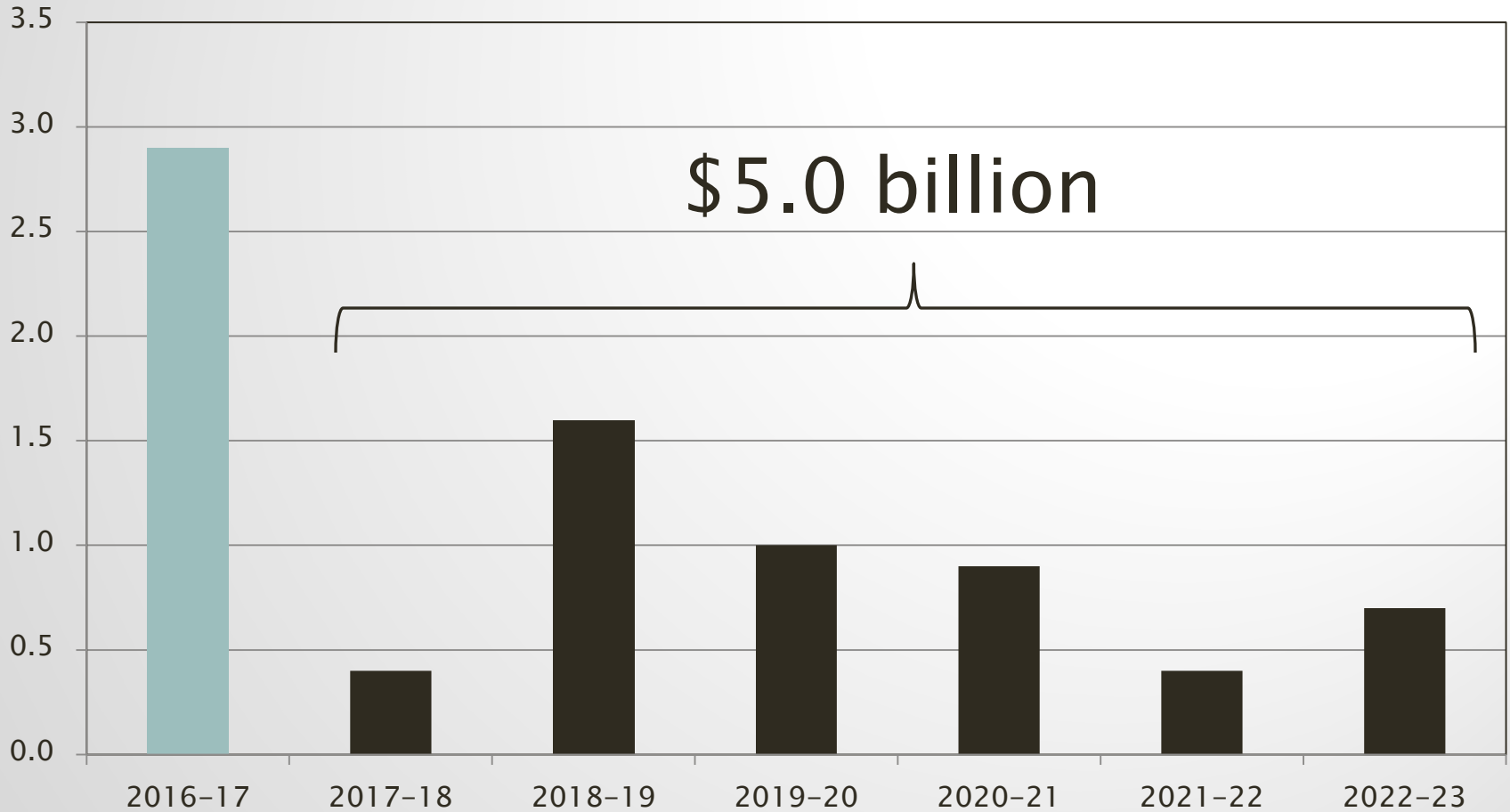
- ▶ April 15, 2016 – Downgrade

## Moody's

- ▶ July 22, 2016 – Downgrade

# Borrowing Program

(\$ billions)



Source: Budget 2016/OAG

»» Thank You