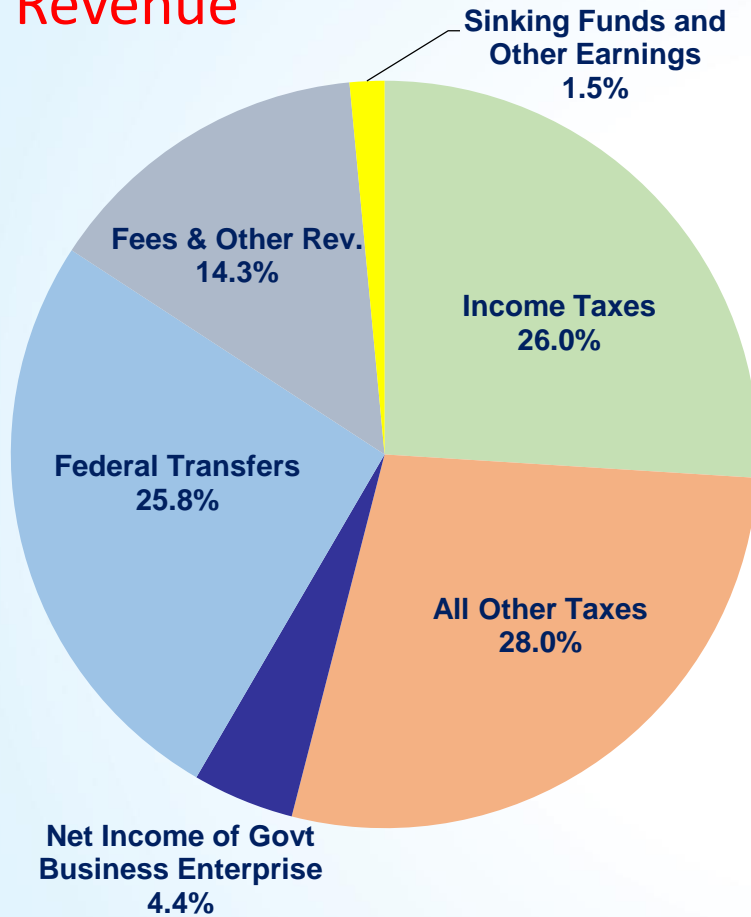


Manitobans Making Choices

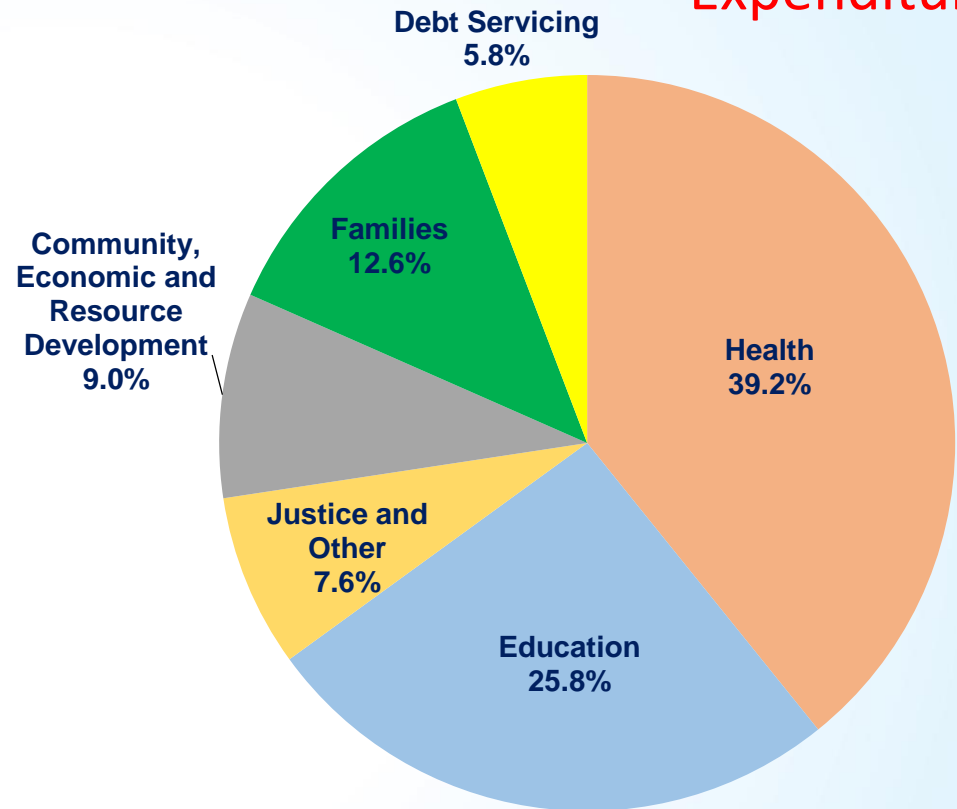
.....

- Controlling Marijuana Use**
- Sustaining Health Care**
- Balancing the Budget**

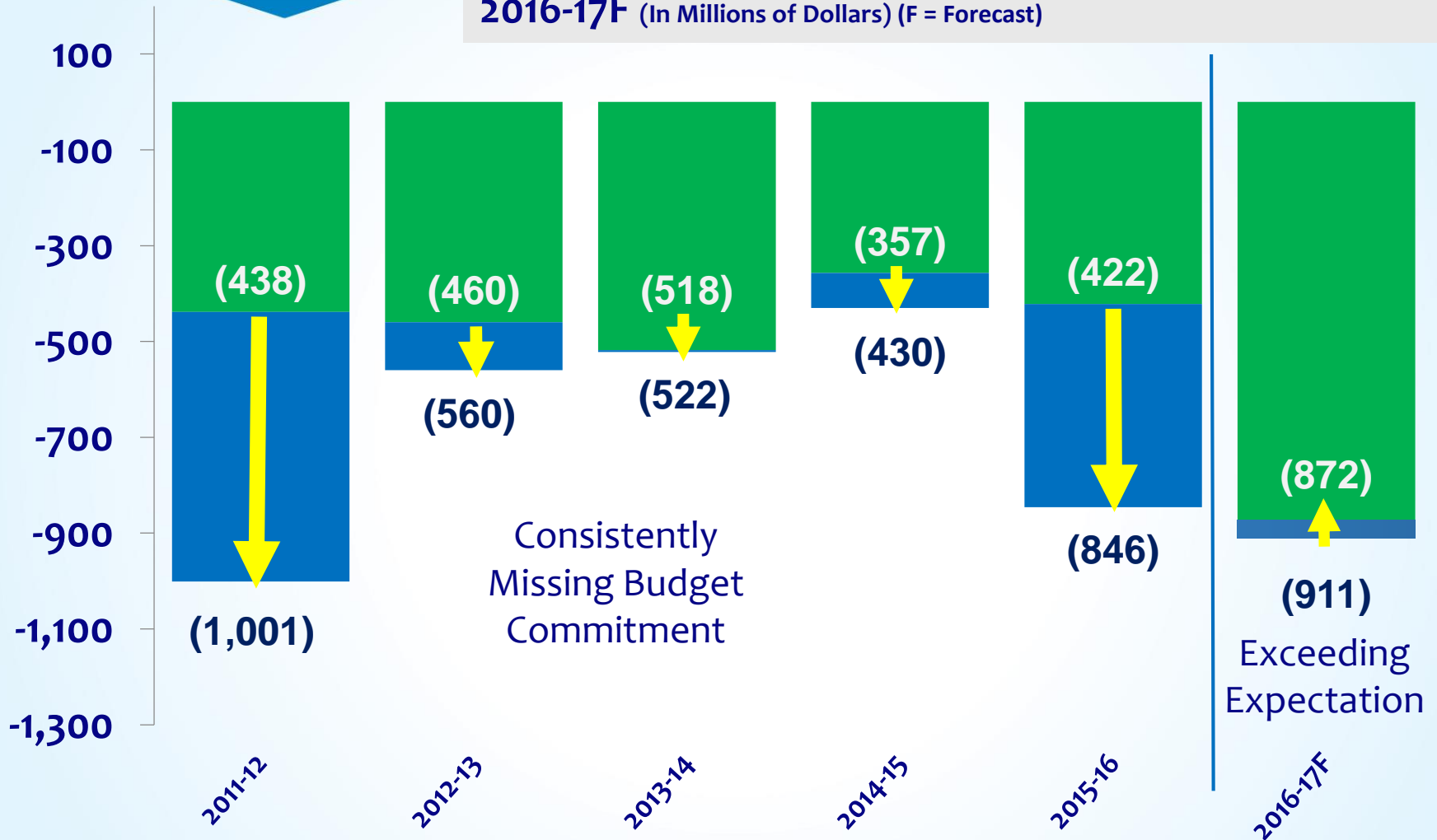
Revenue



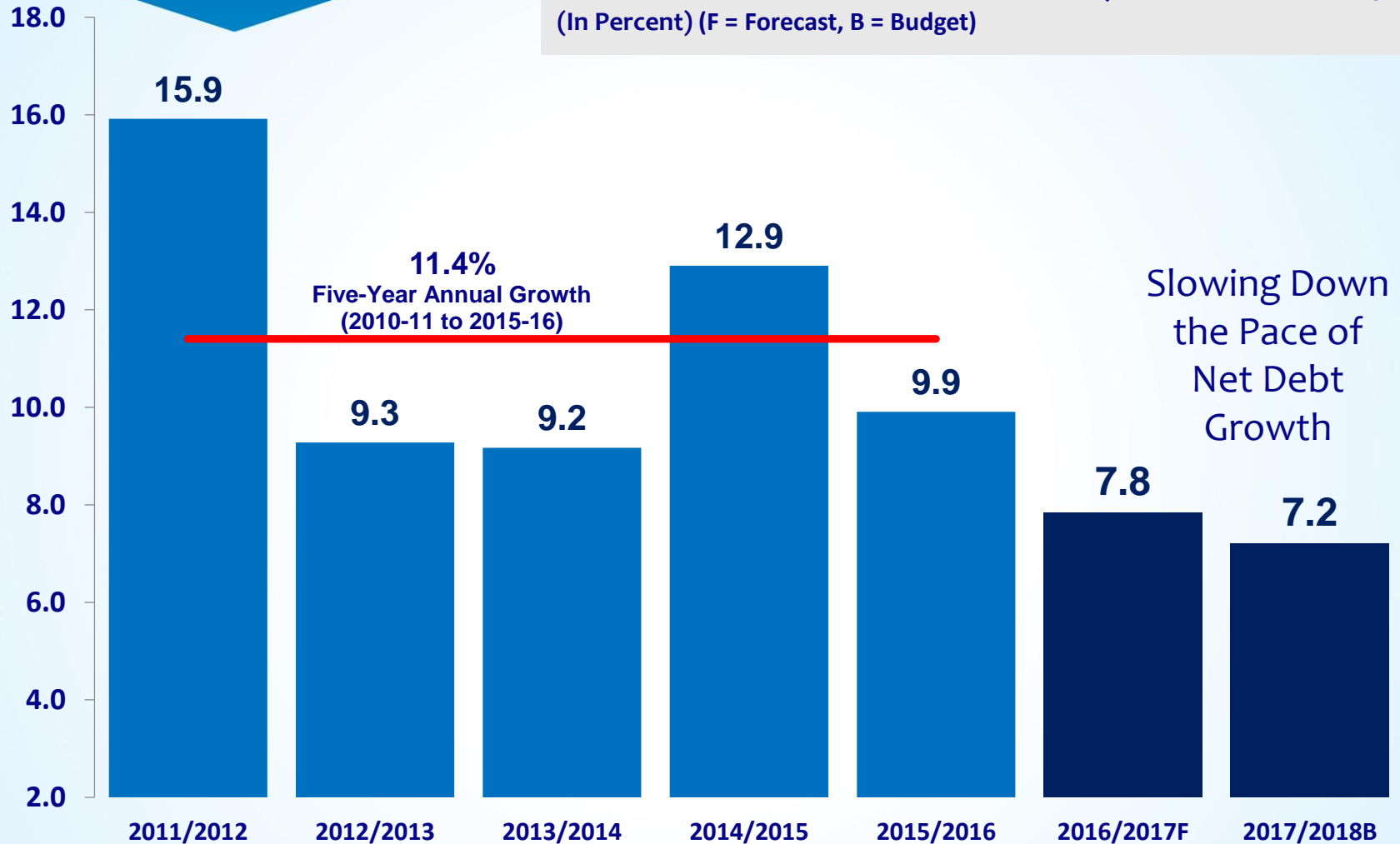
Expenditure



Budget vs. Actual Annual Surplus (Deficit), 2011/12 to 2016-17F (In Millions of Dollars) (F = Forecast)



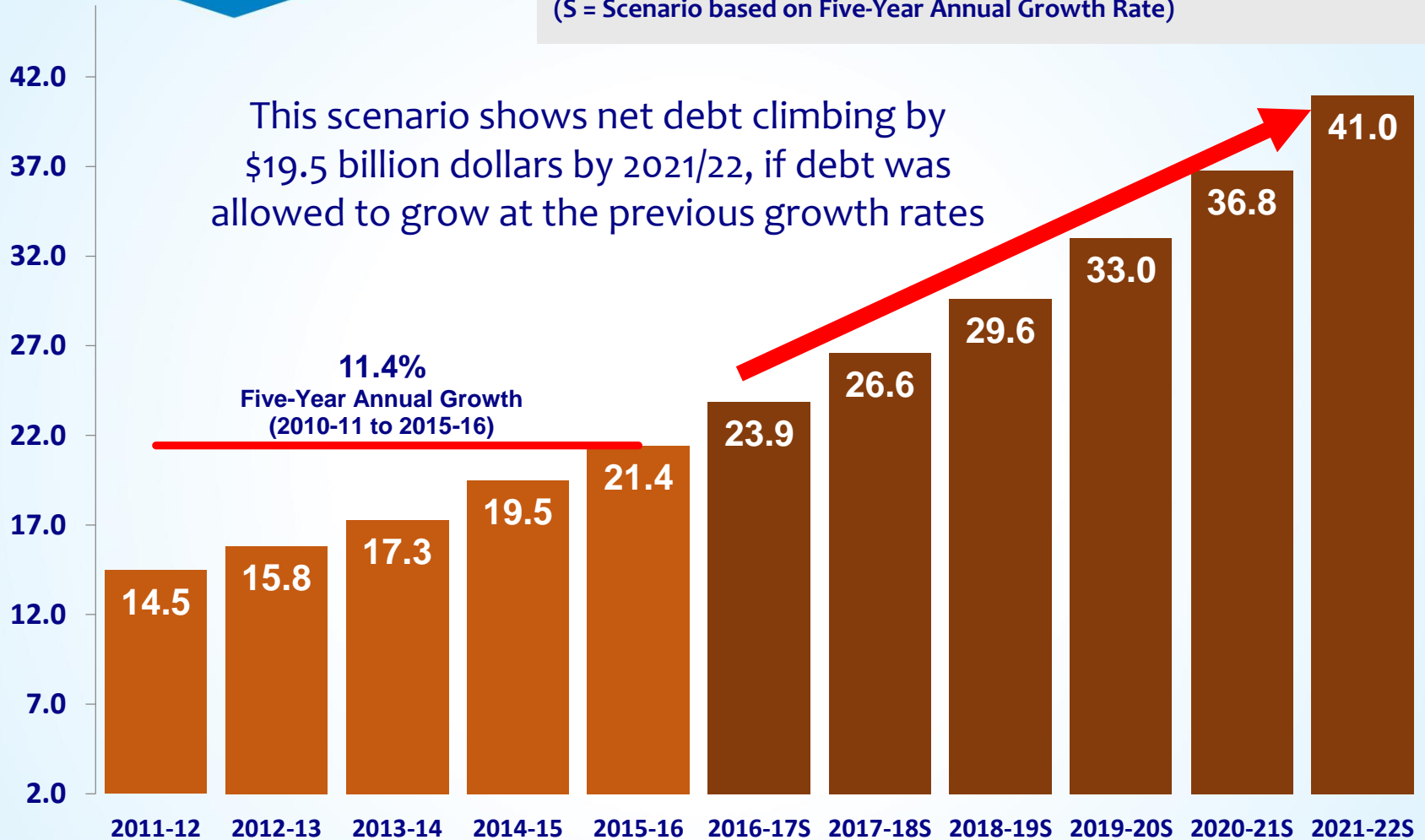
Manitoba's Net Debt Growth, 2011/12 to 2017/18B (In Percent) (F = Forecast, B = Budget)



Slowing Down
the Pace of
Net Debt
Growth

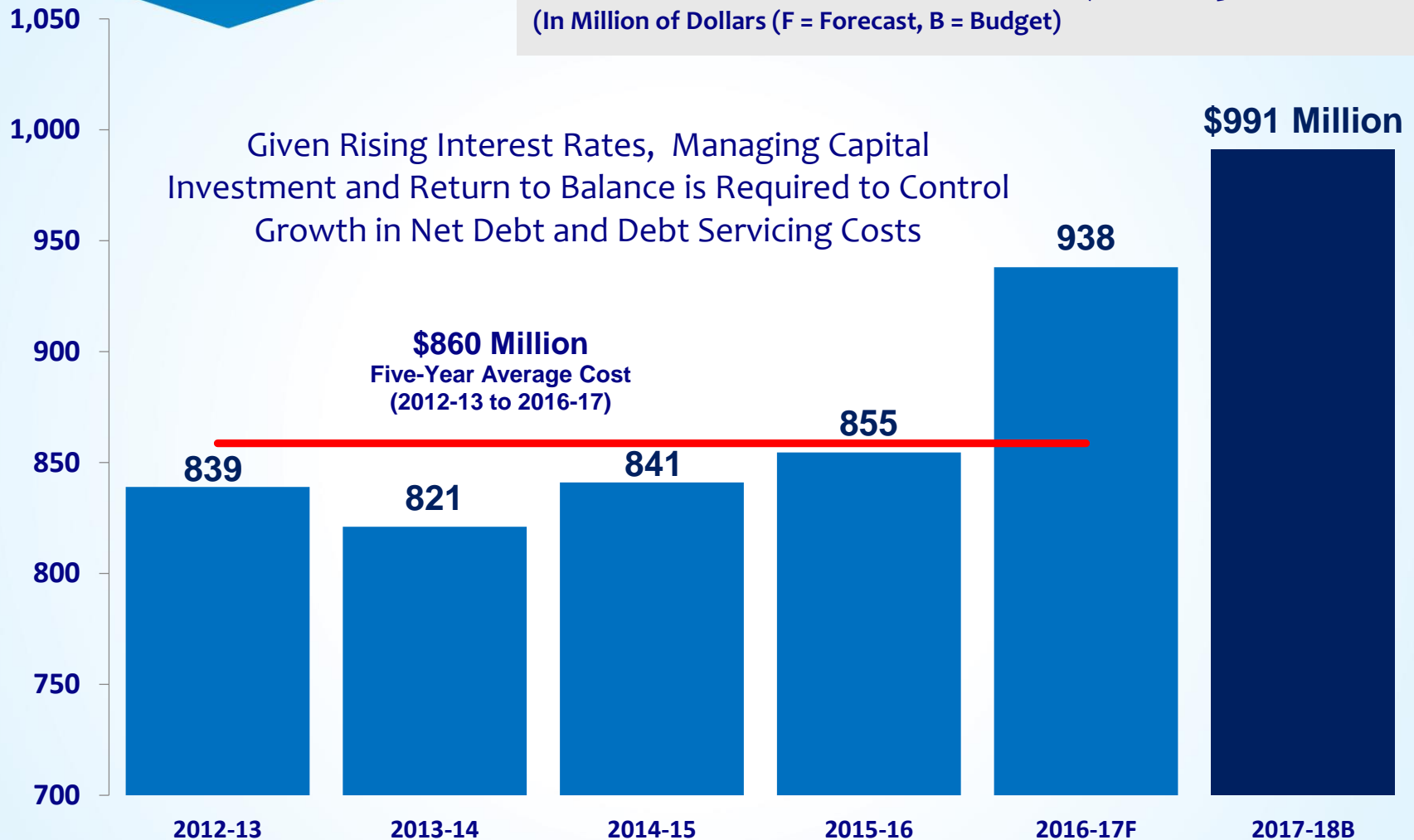
Net Debt Scenario in Billions - 2012/13 to 2021/22S

(S = Scenario based on Five-Year Annual Growth Rate)



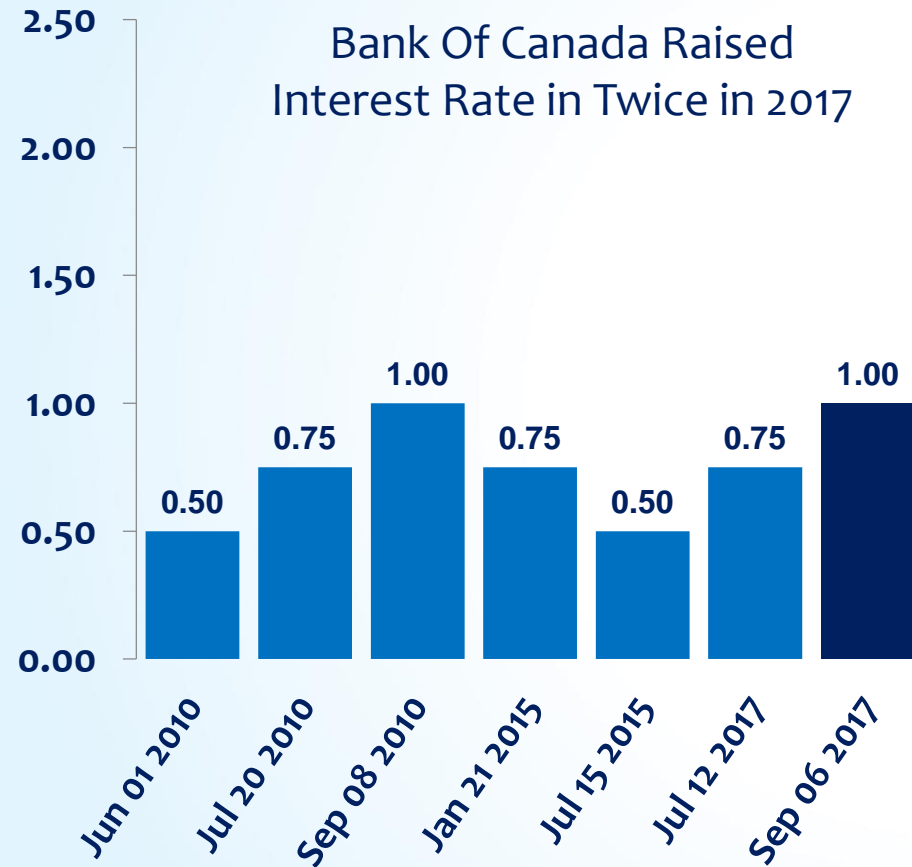
Manitoba's Debt Service Cost, 2012/13 to 2017/18B

(In Million of Dollars (F = Forecast, B = Budget))

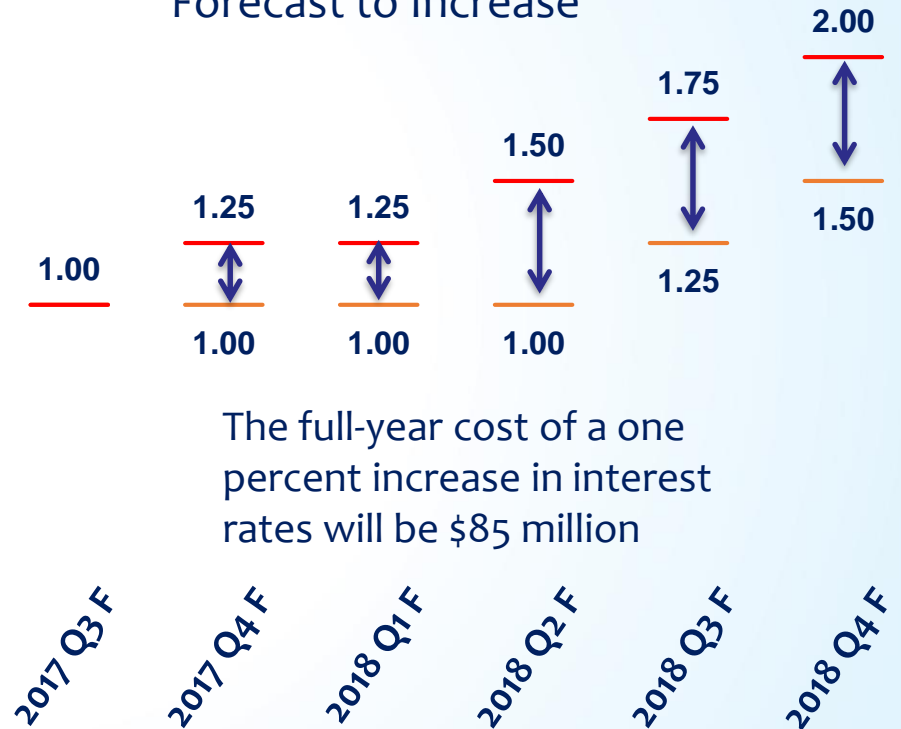


Bank of Canada Target Interest Rate and Survey Forecast Range, Jun 2010 – 2018 Q4F (In Percent)

Bank Of Canada Raised Interest Rate in Twice in 2017



Interest Rates are Forecast to Increase



The full-year cost of a one percent increase in interest rates will be \$85 million

Family Tax Relief

- We are committed to making Manitoba the most improved province in family tax relief.
- Government's priority is ensuring an affordable and competitive tax environment that increases productivity, and encourages economic growth and job creation.

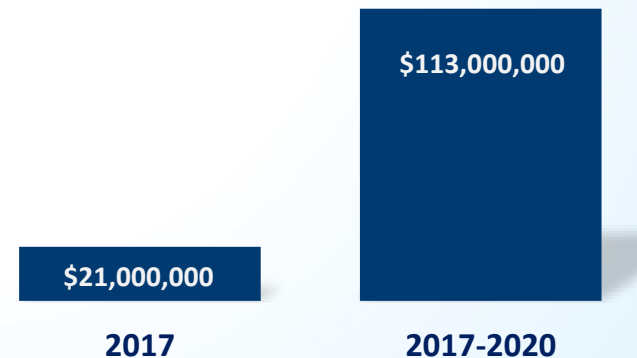
Actions already taken:

- Basic Personal Amount and Tax Brackets are indexed to inflation removing thousands of Manitobans from tax rolls and growing household savings.

**Individuals removed from tax rolls
by indexing BPA and Income Tax
Brackets**

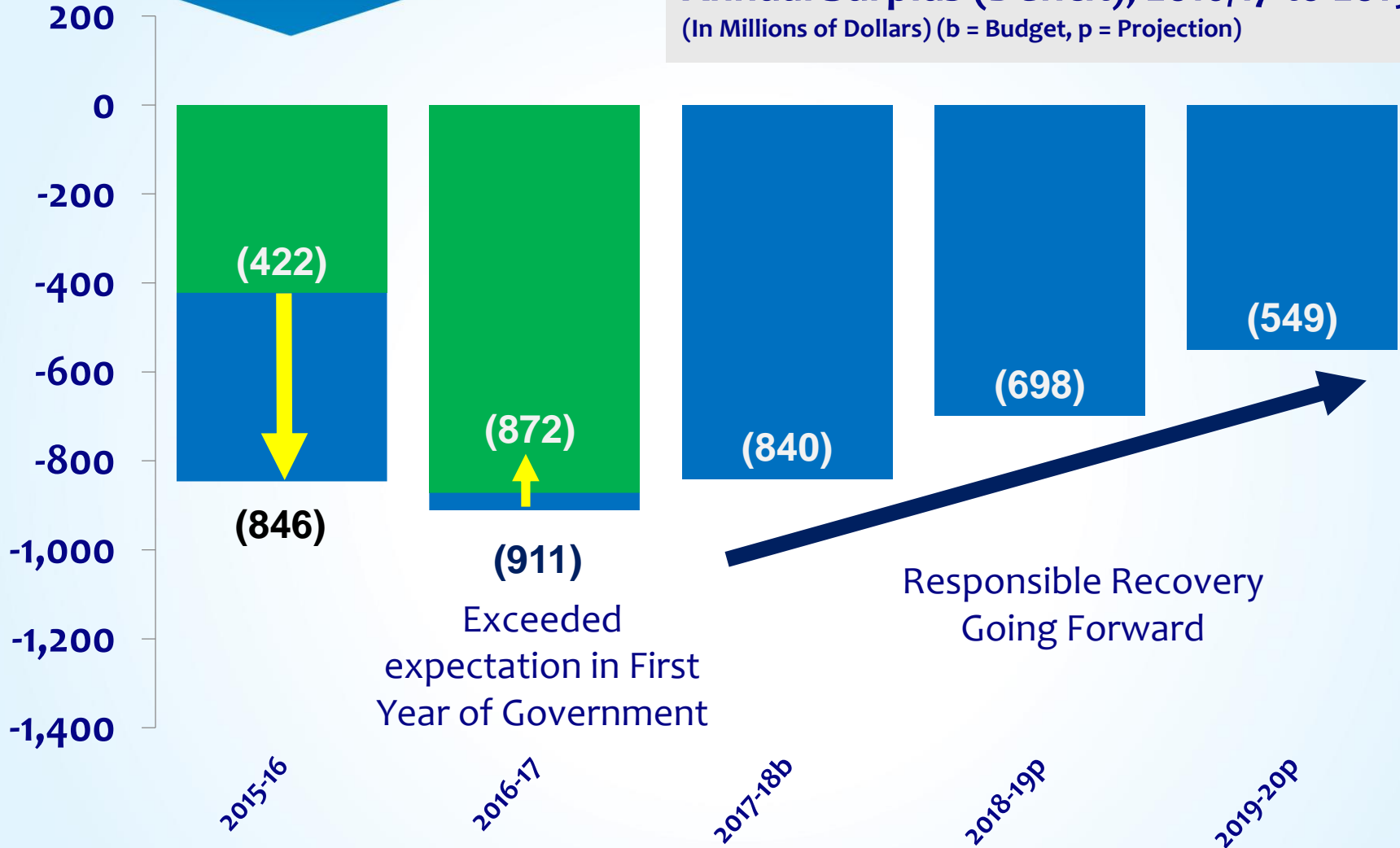


**Taxpayer savings by indexing BPA
and Income Tax Brackets**



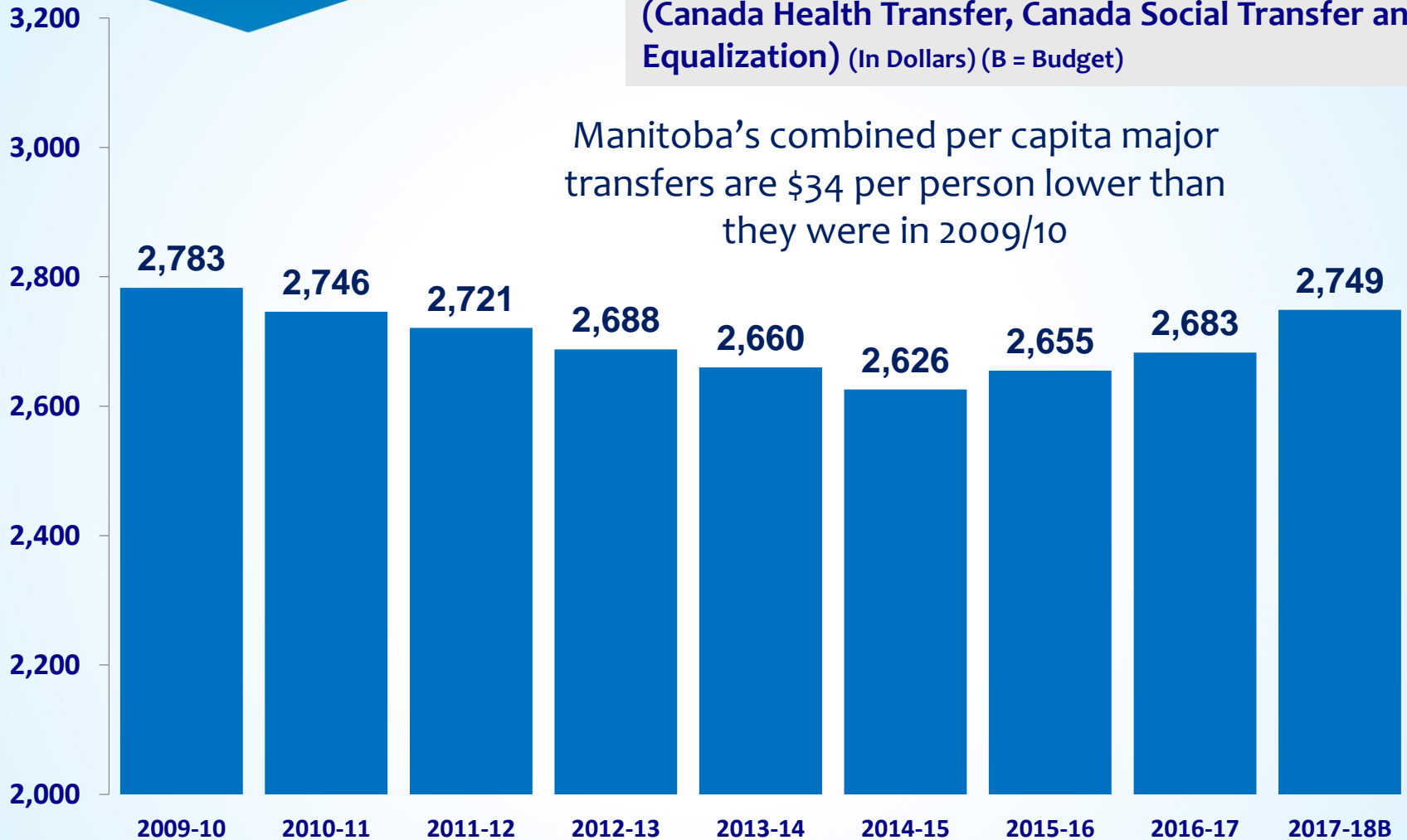
Annual Surplus (Deficit), 2016/17 to 2019-20P

(In Millions of Dollars) (b = Budget, p = Projection)



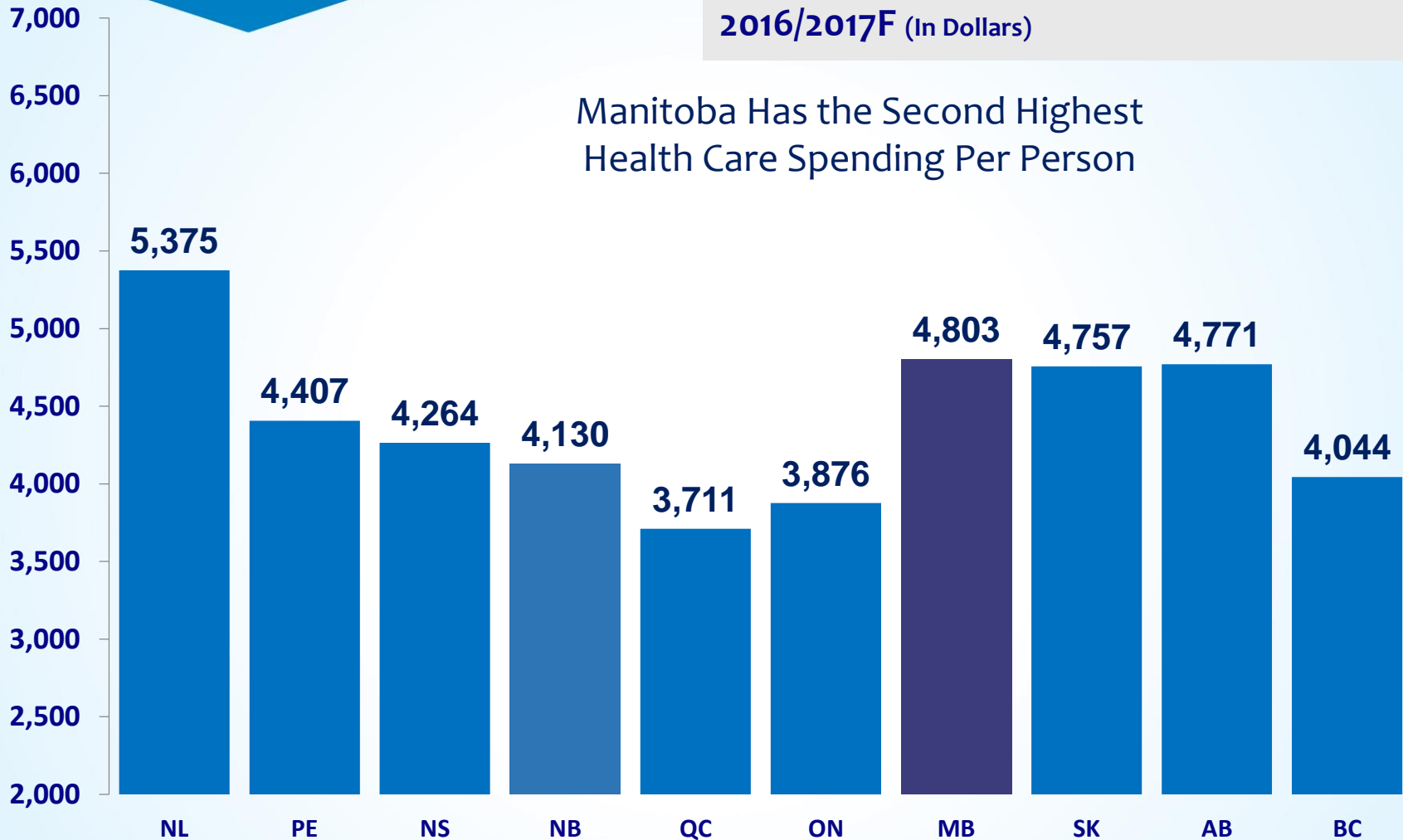
Manitoba's Per Capita Major Federal Transfers (Canada Health Transfer, Canada Social Transfer and Equalization) (In Dollars) (B = Budget)

Manitoba's combined per capita major transfers are \$34 per person lower than they were in 2009/10

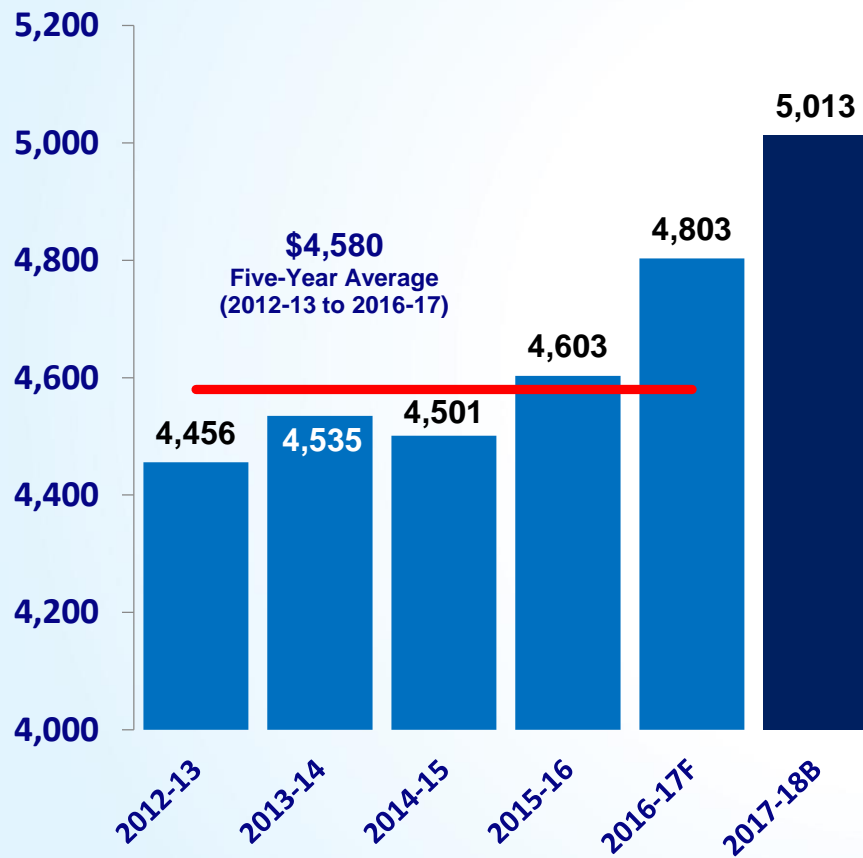


Manitoba's Per Capita Health Care Spending, 2016/2017F (In Dollars)

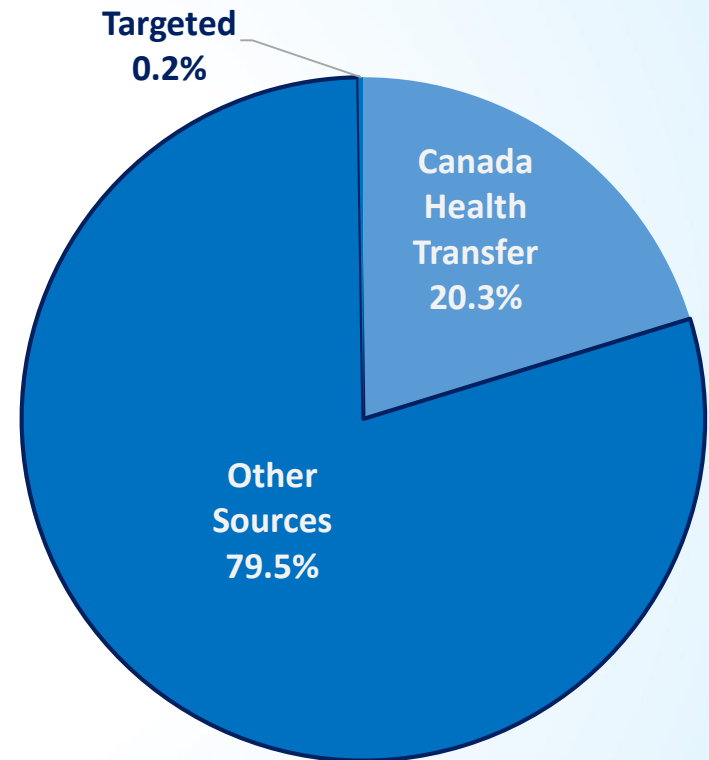
Manitoba Has the Second Highest Health Care Spending Per Person



Manitoba's Health Spending Per Person, 2012/13 to 2017/18B (In Dollars) (F = Forecast, B = Budget)



Healthcare Funding Sources 2017/18B
(Per Cent of Total)



Legalization of Cannabis

- The federal government has determined that the recreational use of cannabis will be legal in Canada by July 1, 2018.
- Manitoba is working with provinces and territories and the federal government in the development of a responsible, flexible and effective recreational cannabis market.
- Legalization will impose new demands on police resources. Manitoba is addressing concerns around public safety by proposing interim solutions to cannabis impaired driving in the absence of federal legislation.
- Governments are working on a cannabis taxation framework to support social policy objectives to eliminate the illicit market and keep cannabis away from vulnerable populations and youth.

Market Share Loss if Legal Cannabis Prices are Greater than Illicit Market Prices



Manitobans Making Choices

.....

- Controlling Marijuana Use**
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