

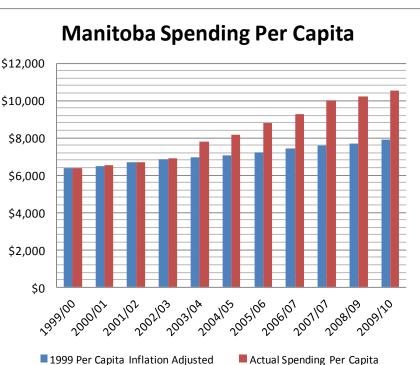
## **GRAPHICAL ANALYSIS** FROM THE FRONTIER CENTRE FOR PUBLIC POLICY

## FC071 SEPTEMBER 2011

## Manitoba Real Spending Up 65%

Provincial Spending Increased 2.75 times Inflation Rate Between 1999 and 2010

- Had provincial government spending since 1999 been held constant (adjusted for inflation/population growth) Manitoba would be spending about \$9.6 billion per year. In 2010 it was \$12.8 billion.
- The amount of spending increase above inflation and population growth was \$15.6 billion between 1999 and 2010.
- On a per capita basis, compared to a base adjusted for inflation and population growth since 1999, Manitoba spent an extra \$2644 per person or \$10577.81 per family of four in 2010.
- Spending per capita increased 65% since 1999, 2.75 times the rate of inflation.
- Increased real spending has been driven by a combination of more debt and transfer payments.
- In 1999, transfer payments accounted for just over 28% of Manitoba's revenue – in 2011, this number had ballooned to 37%.
- Provincial net debt increased from about \$10 billion in 1999 to \$16 billion in 2010.



## Manitoba Government Spending 1999-2010

Year	Actual Spending	Spending	Increase in	1999 Per	Actual	Additional	Population	CPI %	
		Adjusted for	Spending	Capita	Spending	Spending			
		Inflation/		Inflation	Per Capita	Per Capita			
		Population		Adjusted					
		Increase							
1999/00	\$7,287,000,000	\$7,287,000,000		\$6,379	\$6,379	\$0	1,142,400	2.0	
2000/01	\$7,496,000,000	\$7,464,620,625	\$31,379,375	\$6,506	\$6,534	\$27	1,147,300	2.5	
2001/02	\$7,726,000,000	\$7,678,578,656	\$47,421,344	\$6,669	\$6,710	\$41	1,151,400	2.7	
2002/03	\$7,995,000,000	\$7,921,514,907	\$73,485,093	\$6,849	\$6,913	\$64	1,156,600	1.5	
2003/04	\$9,070,000,000	\$8,090,389,879	\$979,610,121	\$6,952	\$7,793	\$842	1,163,800	1.8	
2004/05	\$9,578,000,000	\$8,305,369,849	\$1,272,630,151	\$7,077	\$8,161	\$1,084	1,173,600	2.0	
2005/06	\$10,381,000,000	\$8,505,403,578	\$1,875,596,422	\$7,218	\$8,810	\$1,592	1,178,300	2.7	
2006/07	\$10,948,000,000	\$8,777,305,082	\$2,170,694,918	\$7,413	\$9,247	\$1,833	1,184,000	2.0	
2007/07	\$11,938,000,000	\$9,025,441,869	\$2,912,558,131	\$7,562	\$10,002	\$2,440	1,193,600	2.0	
2008/09	\$12,312,000,000	\$9,297,732,554	\$3,014,267,446	\$7,713	\$10,213	\$2,500	1,205,500	2.3	
2009/10	\$12,848,000,000	\$9,622,831,571	\$3,225,168,429	\$7,890	\$10,535	\$2,644	1,219,600	0.6	
Total Increase \$15,602,811,430					\$13,068				
% Increase since 1999				23.7%	65.2%				
Actual spending increase divided by inflation increase				equals	2.75	2.75 times inflation rate			

Sources: Manitoba bureau of Statistics (population figures), Statistics Canada (CPI), Public Accounts (spending figures)