



2023 Report of the Auditor General of New Brunswick

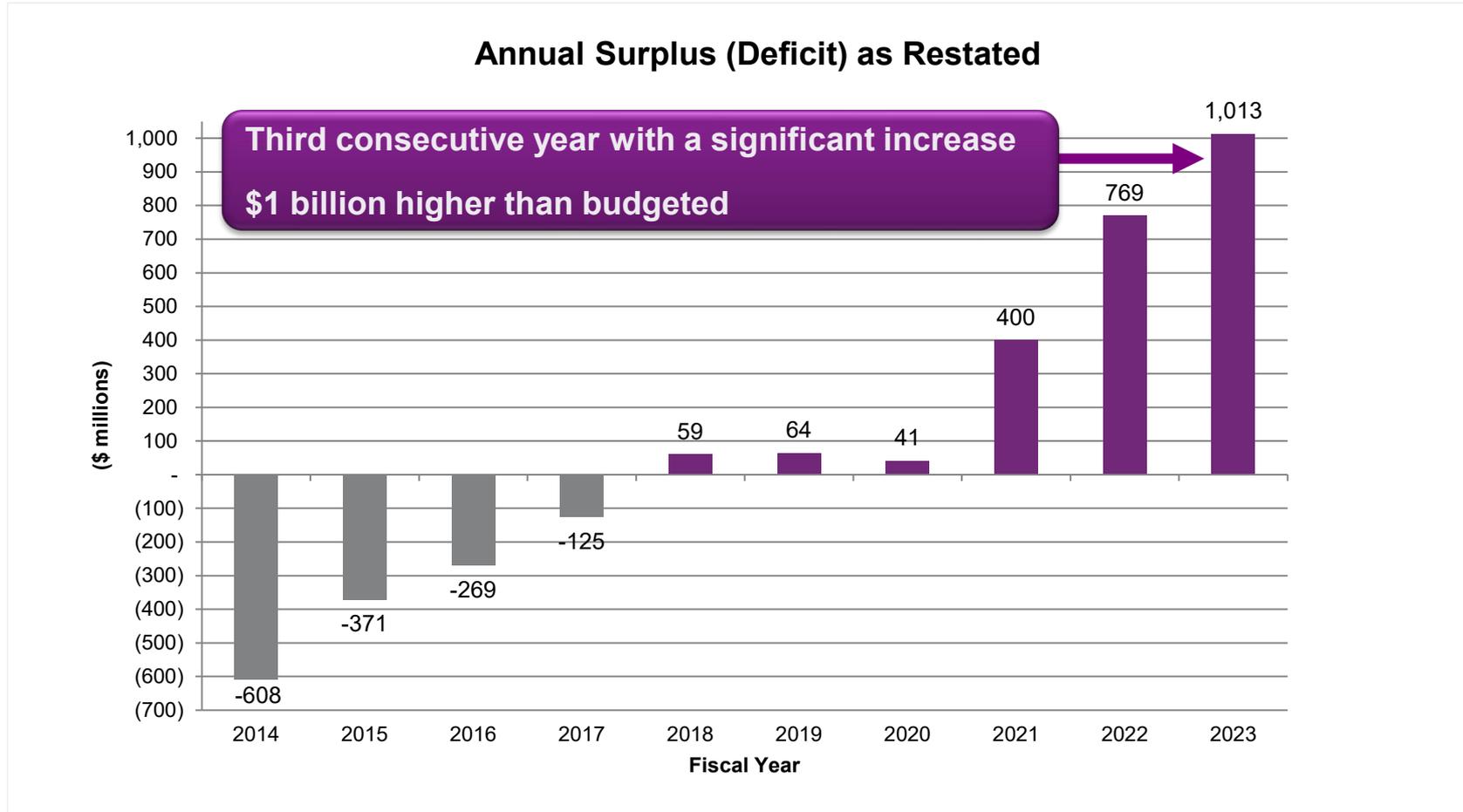
Volume III – Financial Audit

AUDITOR GENERAL
OF NEW BRUNSWICK



VÉRIFICATEUR GÉNÉRAL
DU NOUVEAU-BRUNSWICK

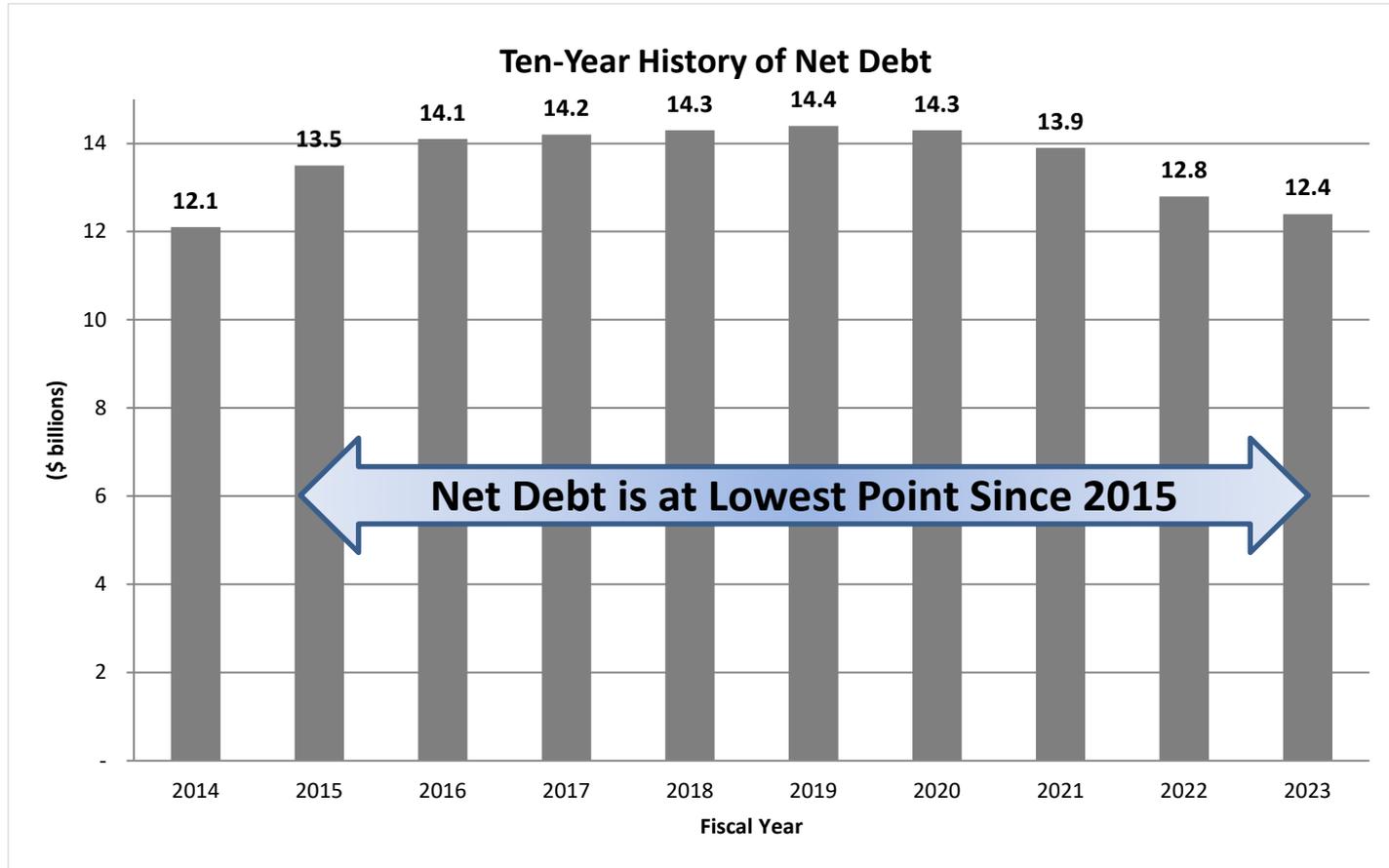
Province's Sixth Consecutive Annual Surplus



What is Driving the Surplus This Year?

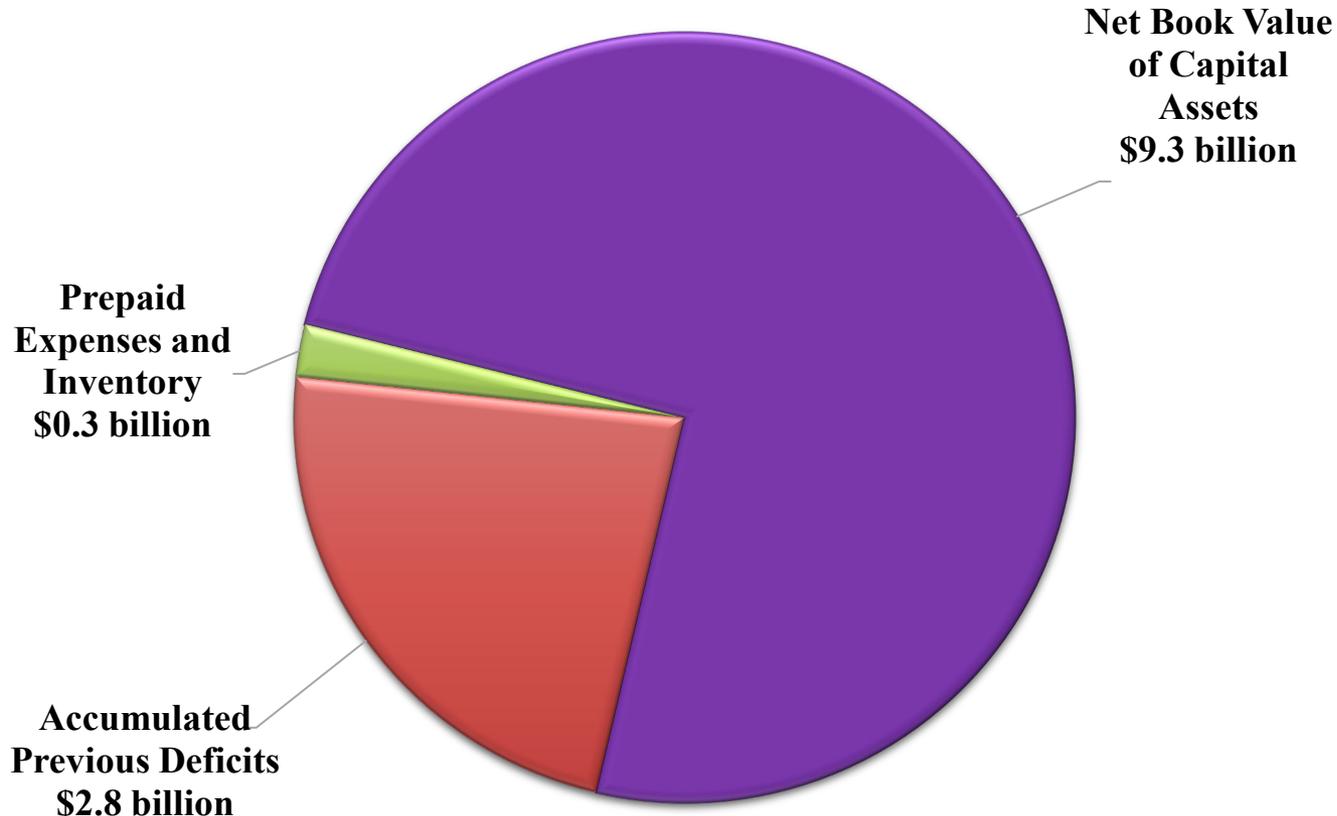
What happened since last year?
Provincial Tax Revenue  <i>Increased \$975M from 2022</i>
Revenue from the Federal Government  <i>Increased \$90M from 2022</i>
All Other Provincial Revenue Sources  <i>Decreased \$4M from 2022</i>
Provincial Expenses  <i>Increased \$817M from 2022</i>

Fourth Consecutive Year Net Debt has Decreased

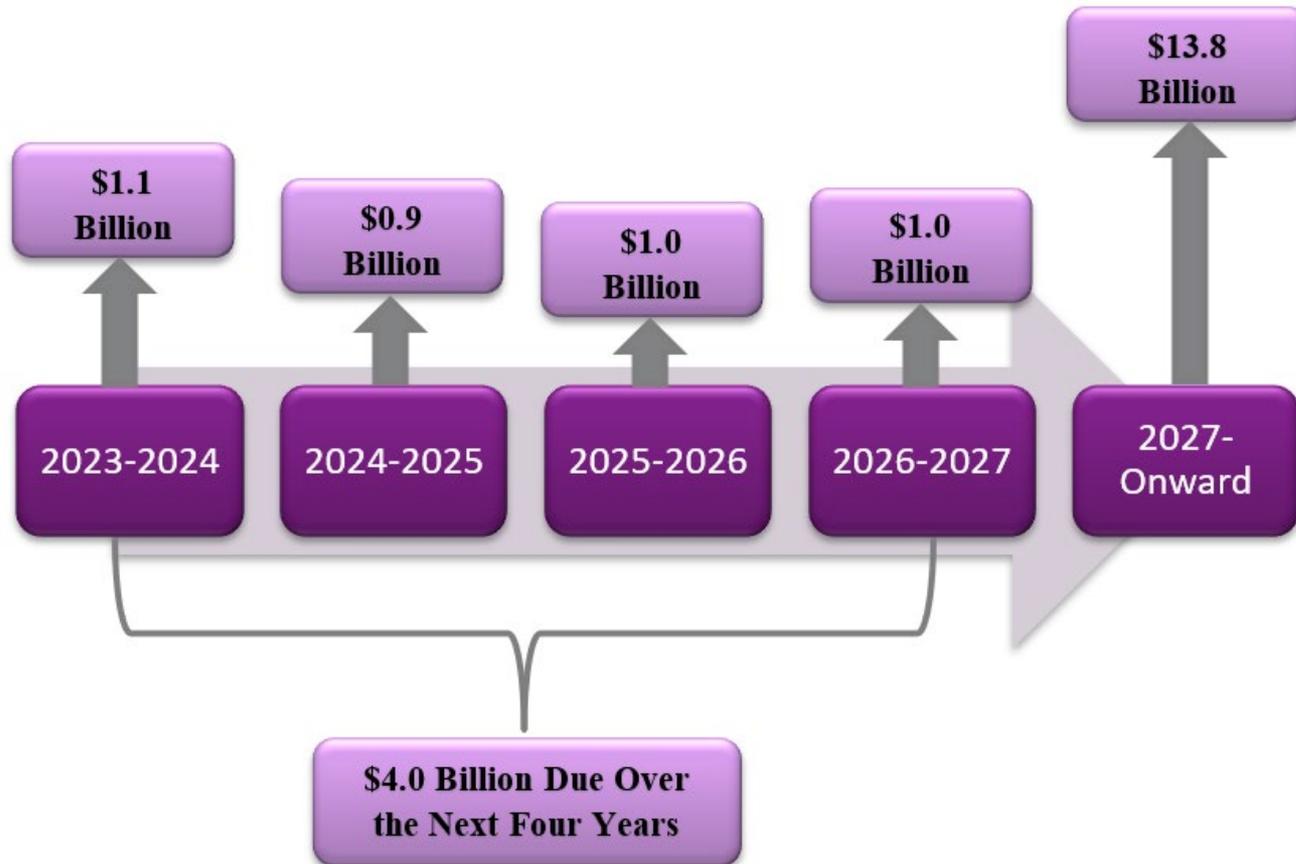


What Makes Up the \$12.4 Billion in Net Debt?

**Summary of \$12.4 Billion in Net Debt
at March 31, 2023**

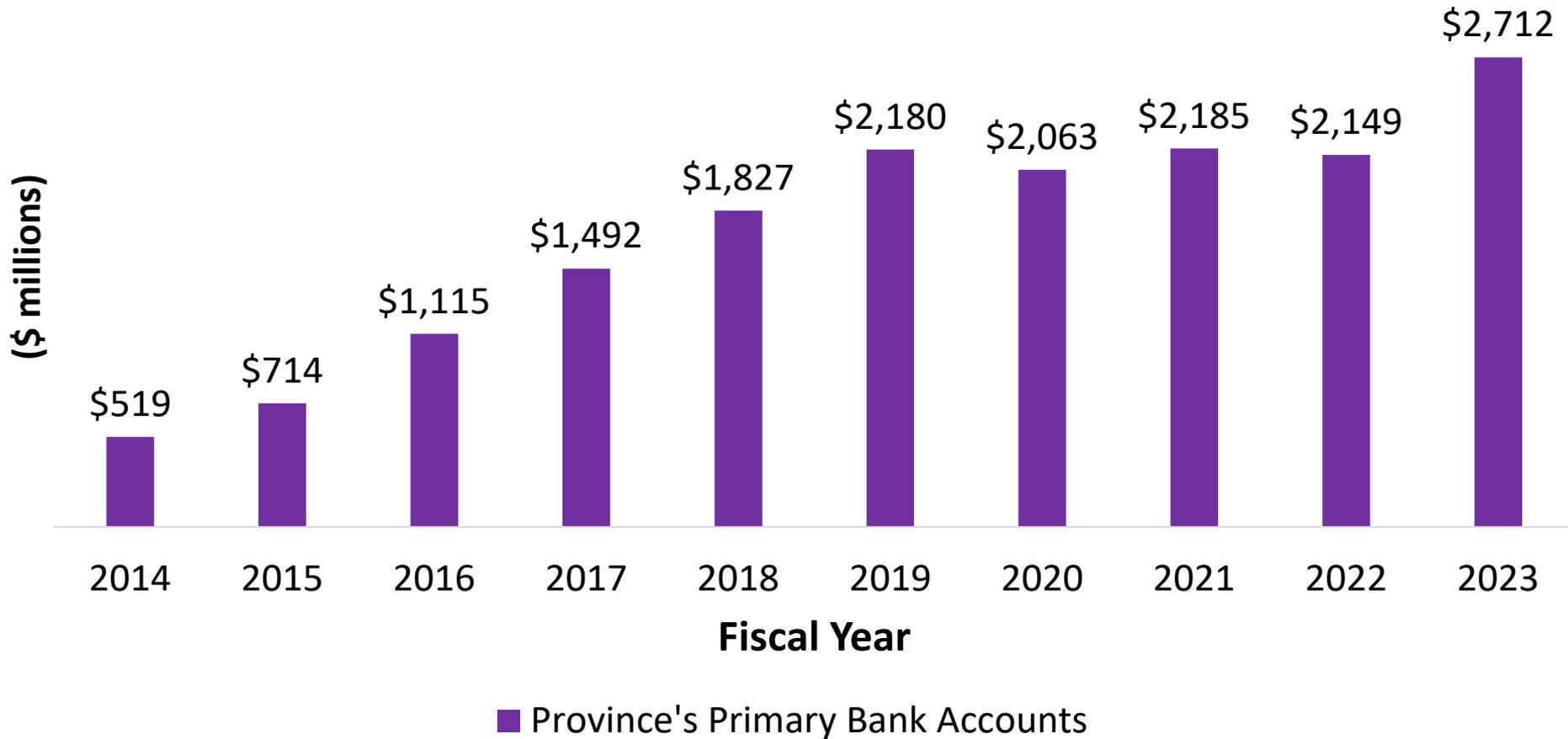


Future Cash Requirements to Repay Over \$17 Billion in Funded Debt



Managing the Province's Cash

Ten Year History of the Province's Cash



State of New Brunswick's Financial Condition

Indicator	Short-term	Long-term
Sustainability (living within means)	5/7 favourable	3/7 favourable
Flexibility (how much can debt or tax burden be increased)	1/3 favourable	1/3 favourable
Vulnerability (items outside of government control)	1/2 favourable	1/2 favourable

NB Power Remains a Concern

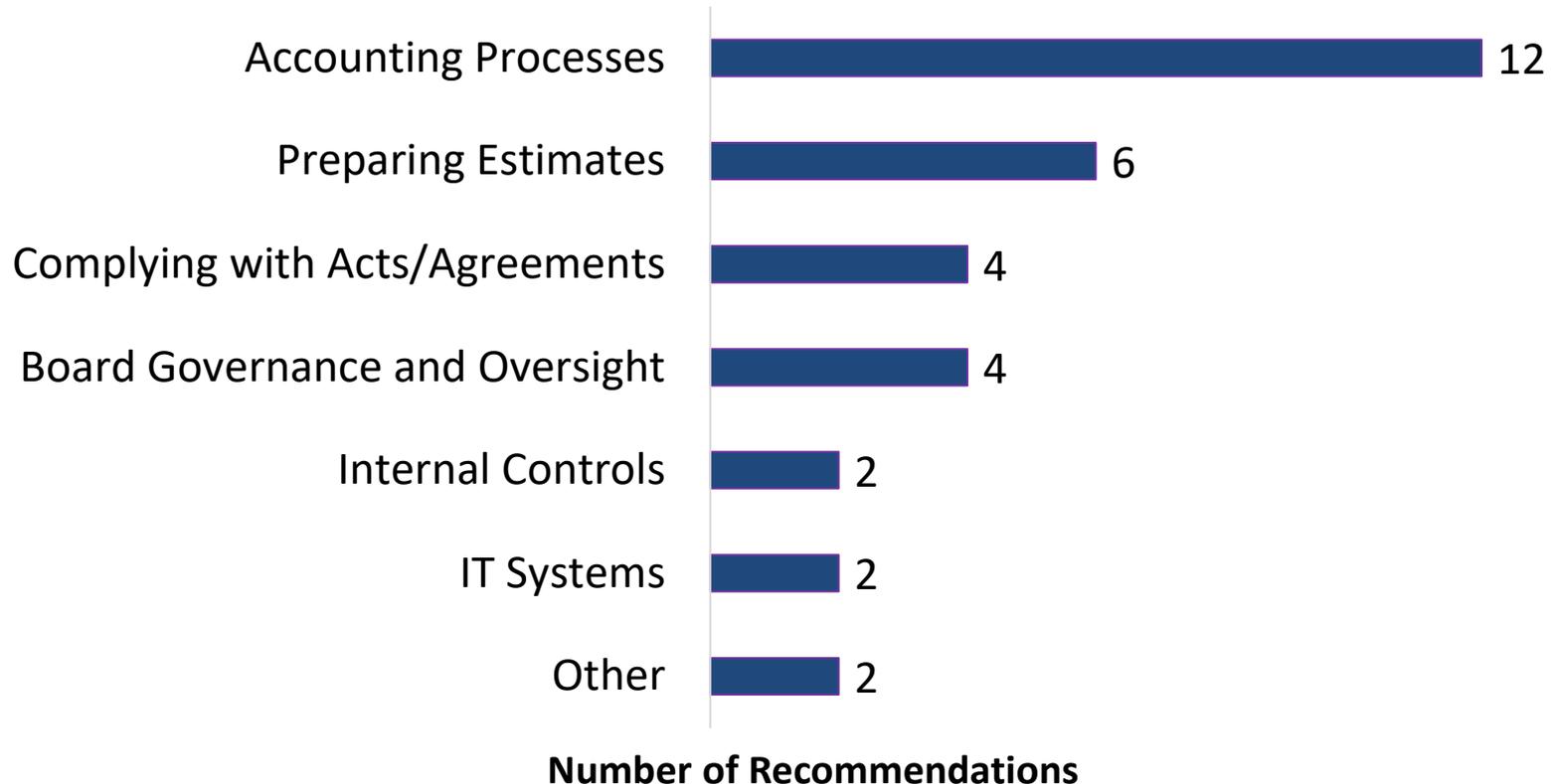
Questions regarding NB Power's ability to self-sustain its operations

- over \$5 billion in debt
- debt-to-equity ratio has worsened
- lack of profitability
- future capital projects for Mactaquac and Belledune



Audits of Crown Agency Financial Statements

Summary of Recommendations Issued to Crown Agencies



Questions