

PASC RATE REVIEW
DETERMINATION OF THE 2012 RECOMMENDED PASC RATE
STATSCAN CALGARY CPI CHANGE

As adopted for use in 2007, in non-salary survey years, the Calgary CPI change from April to April is to be applied to the running PASC rate and rounded to the nearest dollar to determine the recommended PASC rate for the upcoming year. The one caveat to this procedure, as agreed in 2009, was that a salary-survey-determined rate, adopted in lieu of the CPI-calculated rate, would form the rate base for the CPI-determined PASC rate in the year following a salary-survey-determined PASC rate.

The attached StatsCan schedule of the 'Calgary consumer price index-monthly' change from April 2010 to April 2011 indicates a CPI increase of 2.60%. Using the procedure described above, this measured inflation change is to be applied to the current year's running PASC rate supporting the current \$93.00 PASC rate to determine the 2012 recommended PASC rate.

As shown in the attached schedule, this calculation results in a rise in the calculated 2012 PASC rate to \$95.62, which would then be rounded to \$96.00. **The recommended PASC Rate for 2012 is therefore \$96.00** based on this methodology and is the rate proposed to JIAC for presentation to the PASC Board for review, acceptance and approval.