

Calgary's Annual inflation for October 2012 was 1.5 per cent

Statistics Canada estimates that consumer prices rose, on average, by 0.5 per cent in Calgary, 0.6 per cent in Alberta and 1.2 per cent in Canada, for the month of October 2012 over October 2011. Higher prices for health and personal care, transportation and food drove the increase in the Consumer Price Index for October. In this period on an annual (12-month-moving-average) basis, inflation was 1.5 per cent in Calgary, 1.6 per cent in Alberta and 1.8 per cent in Canada.

The inflation rate in Calgary was driven by price increases in health and personal care (2.9 per cent), transportation (2.5 per cent) and food (2.5 per cent). Lower prices for clothing and footwear (-0.8 per cent) and recreation, education and reading (0.0 per cent) moderated the rate of price increase.

- Health care accounts for a 5.0 per cent share of the household budget and therefore added 0.147 percentage points to the overall inflation rate.
- Transportation costs account for 21.1 per cent of the household budget and therefore added 0.533 percentage points to the overall inflation rate. The transportation cost increase was driven by increases in the price of gasoline (2.9 per cent).
- Finally, food prices rose by an average of 2.5 per cent and accounted for an average of 15 per cent of household expenditures and therefore contributed 0.381 percentage points to the overall inflation rate.

Next release: December 21, 2012

Inflation Rates

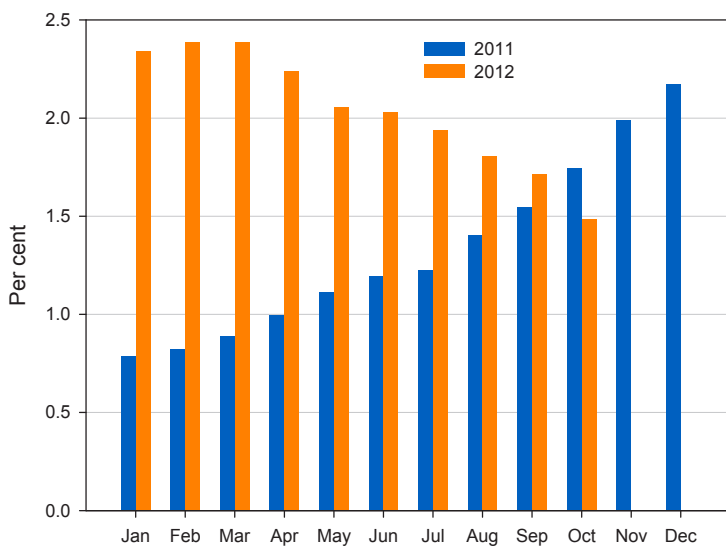
(12-Month-Moving-Average or average inflation rate for the past 12 months)

	Relative Importance (%)*	Oct-12 (%)	Sep-12 (%)	Oct-11 (%)
Calgary: All-items	100.0	1.5	1.7	1.7
Calgary: All-items excluding food and energy	74.7	1.3	1.3	0.6
Food	15.0	2.5	2.7	2.6
Shelter	27.0	1.0	1.5	1.6
Owned accommodation	16.4	1.0	0.9	0.8
Water, fuel and electricity	5.7	1.5	5.6	8.9
Household operations, furnishing and equipment	11.5	1.5	1.5	1.1
Clothing and footwear	5.3	(0.8)	(0.9)	(2.7)
Transportation	21.1	2.5	2.8	4.6
Gasoline	5.3	2.9	3.7	18.3
Health and personal care	5.0	2.9	3.0	2.3
Recreation, education and reading	11.9	0.0	(0.1)	(0.4)
Alcoholic beverages and tobacco products	3.2	2.1	2.1	0.9
Alberta: All-items	100.0	1.6	1.8	2.0
Alberta: All-items excluding food and energy	74.7	1.4	1.4	0.7
Canada: All-items	100.0	1.8	2.0	2.8
Canada: All-items excluding food and energy	73.9	1.4	1.5	1.6

Source: Statistics Canada, Corporate Economics, November 2012
*2009 CPI basket weights at April 2011 prices, Alberta and Canada, date modified December 2011
Figures in red and parentheses indicate negative.

Calgary CMA inflation rate (all-items)

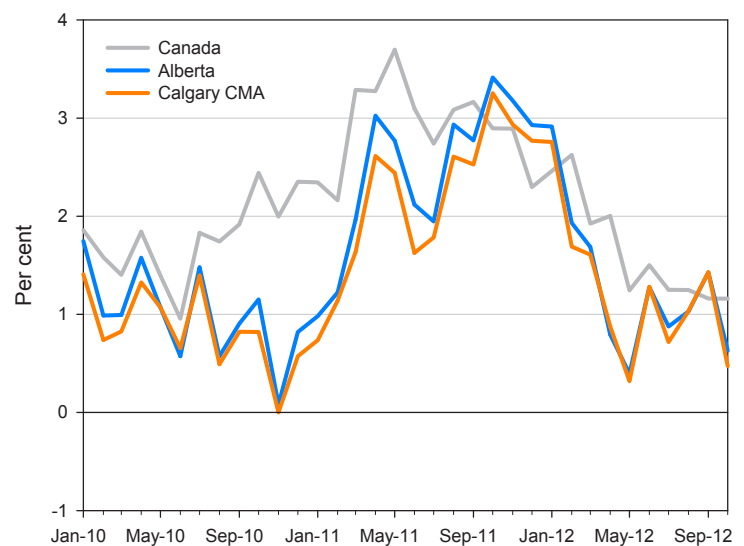
(12-month-moving-average, January 2011 - October 2012, per cent)



Source: Statistics Canada, Corporate Economics, November 2012

Inflation rates (all-items) comparison

(year-over-year change, January 2010 - October 2012, per cent)



Source: Statistics Canada, Corporate Economics, November 2012

Who We Are

Corporate Economics provides services in four areas: forecasting, information provision, policy analysis and consulting. We also monitor the current economic trends which allows us to develop unique insights on how external events are impacting the local economy and the Municipal government. We are experienced at researching different economic topics and developed reliable methods of forecasting and analysis.

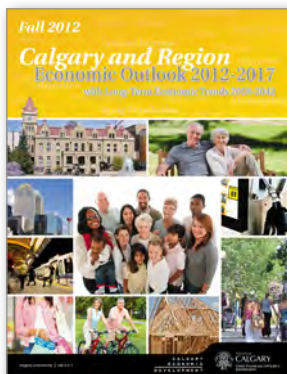
For more information, please contact:

Patrick Walters
403.268.1335 or patrick.walters@calgary.ca

Estella Scruggs
403.268.5556 or estella.scruggs@calgary.ca

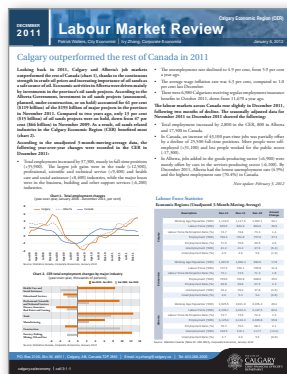
Many of our publications are available on the internet at www.calgary.ca/economy.

Forecasting



- ▶ Calgary & Region Economic Outlook
- ▶ Energy Reports on Natural Gas and Crude Oil

Information Provision



- ▶ Labour Market Review
- ▶ Inflation Review
- ▶ Current Economic Analysis
- ▶ Construction Inflation

Policy Analysis



- ▶ A Case of Fiscal Imbalance: The Calgary Experience
- ▶ Diesel Fuel Price Pass-Through in Calgary
- ▶ Calgary Residential and Commercial Real Estate Markets

Corporate Research Analyst: Estella Scruggs

The City of Calgary provides this information in good faith. However, the aforementioned organization makes no representation, warranty or condition, statutory express or implied, takes no responsibility for any errors and omissions which may contained herein and accepts no liability for any loss arising from any use or reliance on this report.

Sources: Statistics Canada, Corporate Economics.

