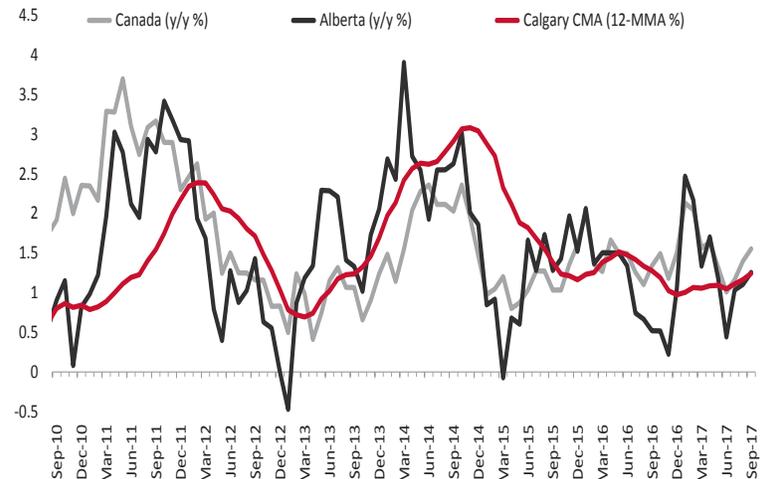




Highlights:

- Calgary inflation was 1.24 per cent in September, up slightly from last month's 1.16 per cent but the same as last September's inflation. House prices in Calgary are increasing at a slightly faster pace than last year with an annualized inflation of 2.14 per cent this September compared to 1.05 per cent last September. Meanwhile tenants continue to benefit from relatively high vacancies in apartments as rents continue to drop by about 1.25 per cent annually. Rapidly rising gasoline prices were the only other significant contributor to inflation this month in Calgary.
- Alberta inflation was 1.26 per cent in September, up from 0.52 per cent last September. Rising prices in Calgary and rural Alberta offset the very low inflation occurring in Edmonton as house prices stagnate there.
- Canada saw inflation of 1.55 per cent, up slightly from last September, with rising gasoline and food prices being the only sources of price pressures this month.

Headline Inflation Comparison
(12MMA, Year-over-year change, Sep. 2010 - Sep. 2017, per cent)



Source: Statistics Canada, Corporate Economics

Next release on November 17, 2017

Inflation Rates

	Relative Importance (%)*	Year-over-year (12 MMA, %)			Month-over-month (12MMA, %)		
		Sep-17	Aug-17	Sep-16	Sep-17	Aug-17	Sep-16
Calgary: All-items	100.00	1.24	1.16	1.28	(0.29)	0.22	(0.44)
Calgary: All-items excluding food and energy	76.49	0.82	1.12	1.29	(0.07)	(0.07)	0.23
Food	15.99	1.94	0.07	(0.43)	(0.70)	0.14	(2.51)
Shelter	26.56	1.23	1.47	(0.49)	(0.78)	0.48	(0.55)
Rented accommodation	5.40	(1.26)	(1.26)	(2.24)	0.00	(0.08)	0.00
Owned accommodation	16.24	2.14	1.86	1.05	0.22	0.32	(0.05)
Water, fuel and electricity	4.84	1.42	2.59	(4.42)	(4.42)	1.71	(3.31)
Household operations, furnishing and equipment	12.27	0.39	0.06	0.68	(0.57)	0.09	(0.90)
Clothing and footwear	5.88	0.35	3.31	(0.59)	2.22	0.56	5.24
Transportation	20.44	2.21	1.59	2.11	0.15	0.30	(0.45)
Gasoline	3.81	10.44	5.94	(8.33)	1.85	3.76	(2.30)
Health and personal care	4.65	1.81	1.64	1.31	(0.81)	0.82	(0.97)
Recreation, education and reading	11.37	1.21	1.93	(0.34)	(0.44)	(0.68)	0.27
Alcoholic beverages and tobacco products	2.83	2.75	2.75	5.20	0.24	0.17	0.25
Alberta: All-items	100.00	1.26	1.10	0.52	(0.29)	0.29	(0.44)
Alberta: All-items excluding food and energy	76.49	0.67	0.98	1.37	(0.07)	0.00	0.23
Canada: All-items	100.00	1.55	1.40	1.34	0.23	0.08	0.08
Canada: All-items excluding food and energy	74.85	1.21	1.45	1.97	0.16	0.00	0.40

Sources: Statistics Canada, Corporate Economics, October 20, 2017

* 2013 CPI basket weights at January 2015 prices, date modified on February 26, 2015

** CPI historical data was adjusted by Statistics Canada on April 21, 2017; the data for Alberta and Canada is not smoothed.

Figures in parentheses indicate negative.

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 have developed reliable methods of forecasting and analysis.

For more information, please contact:

Clyde Pawluk
City Economist (acting)
403.268.2643
clyde.pawluk@calgary.ca

Jorjeta Bojanova
Corporate Research Analyst
403.268.5556
jorjeta.bojanova@calgary.ca

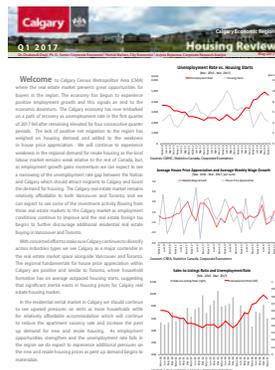
Many of our publications are available on the internet at www.calgary.ca/inflation.

Forecasting



Calgary and Region Economic Outlook
2017-2022
Spring 2017

Information Provision



Policy Analysis



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

- ▶ Current Economic Analysis
- ▶ Labour Market Review
- ▶ Housing Review
- ▶ Other Research Reports

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

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, Bank of Canada, Corporate Economics