

CATALOGUE No.

68-205

ANNUAL



PROVINCIAL GOVERNMENT FINANCE

Revenue and Expenditure (Estimates)

1970

(Fiscal Year Ended March 31, 1971)

Published by Authority of
The Minister of Industry, Trade and Commerce

DOMINION BUREAU OF STATISTICS

Governments Division
Provincial Government Section

November 1970
8504-509

Price: 50 cents

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A – Annual

Q – Quarterly

O – Occasional

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SYMBOLS

The following standard symbols are used in Dominion Bureau of Statistics publications:

- .. figures not available.
- ... figures not appropriate or not applicable.
- nil and amounts under \$500 on the dollar tables and less than 0.05 per cent on the percentage tables.
- amount too small to be expressed.
- p preliminary figures.
- r revised figures.

Note: Figures appearing in footnotes to tables are in thousands of dollars.

PROVINCIAL GOVERNMENT FINANCE

Revenue and Expenditure (Estimates)

1970

(Fiscal Year Ended March 31, 1971)

INTRODUCTION

This report presents a statistical analysis of the estimated revenue and expenditure of provincial governments for the fiscal year ended March 31, 1971. Information was derived primarily from the Estimates and Budget Speeches presented to the provincial legislatures by the respective provincial treasurers together with an estimate of the revenue and expenditure of special funds and agencies.

The terms "general revenue" and "general expenditure" as used in this publication cannot be compared with revenue and expenditure as appearing in the financial statements presented by provincial governments.

Provincial Estimates present financial transactions according to an established accounting framework, while the figures shown in this report are designed to provide totals which are basically consistent and uniform in nature as between provinces according to a statistical framework that differs in both scope and nature from the financial accounts of provincial governments. These

statistics provide a basis, however, for intergovernmental comparisons having a greater degree of consistency than is possible through the use of the various Estimate documents.

It follows, therefore, that the difference between "general revenue" and "general expenditure" as used in this report does not reflect a budgetary surplus or deficit position of a government, but must be interpreted in accordance with the conceptual framework of this statistical series.

Because of the variation in accounting systems and financial reporting used by the provinces, adjustments to the provincial figures are necessary to achieve inter-provincial comparability. The accuracy of such adjustments, and also of the breakdown of revenue and expenditure into the standard statistical categories (revenue classified by source and expenditure by function) depends upon the detail of the available sources of information. See also Explanatory Comments on page 9.

REVIEW OF ESTIMATES FOR 1970 - 71

Estimated Revenue 1970 - 71

The total gross provincial government revenue for the fiscal year ending March 31, 1971, is estimated at \$13,508 million and represents an increase of \$1,949 million or 16.86 per cent over the corresponding estimate for the fiscal year ended March 31, 1970. This substantial growth in provincial revenue is attributable in large part to the first full-year impact of the significant tax changes made in several provinces in 1969 - 70, to the introduction of certain other provincial tax changes in 1970 - 71 and to the continued rapid increase in transfer payments from the federal government.

The total gross provincial tax revenue is expected to rise to \$7,591 million for an increase of \$815 million over 1969 - 70. This increase accounts for 7.05 percentage points of the anticipated total provincial revenue growth in 1970 - 71. Transfers from other levels of governments (almost entirely from the federal government) are expected to reach \$3,450 million for an increase of \$847 million over the corresponding figure of 1969 - 70. This increase accounts for 7.33 percentage points of the anticipated total provincial revenue growth in 1970 - 71. The other provincial revenue sources are expected to produce \$2,467 million or \$287 million more in 1970 - 71 than in 1969 - 70. This increase accounts for 2.48

percentage points of the anticipated total provincial revenue growth in 1970 - 71.

Of the anticipated increase in tax revenue of \$865 million, \$394 million is expected to be generated by personal income tax and would represent an increase of 18.5 per cent over the corresponding revenue of 1969 - 70, \$50 million is expected to be generated by corporation income tax and would represent an increase of 6.4 per cent over the corresponding revenue of 1969 - 70, \$122 million is expected to be generated by general sales tax and would represent an increase of 7.5 per cent over the corresponding revenue of 1969 - 70, and \$138 million would be generated by hospital and medicare premiums and would represent an increase of 21.2 per cent over the corresponding revenue of 1969 - 70. The substantial increase in the revenue produced by the last-mentioned source is largely attributable to the first full year impact of the entry of Ontario and Alberta in medicare, and of the collection of premiums by these provinces to finance their share of the cost of this joint federal-provincial program.

The following table summarizes the more important tax changes introduced by the provinces in the current year and provides estimates of their revenue implications.

Tax Changes by Provinces

Province	Nature of change	Effective date	Estimated revenue gained or lost as a result of change
Newfoundland.....	No change	—	—
Prince Edward Island	No change	—	—
Nova Scotia	No change	—	—
New Brunswick	Mining Tax Act—Revised rates of 8% on net income up to \$750,000, 11% on the next \$2,250,000 of net income and 12% on net income exceeding \$3,000,000 (up from 7% on net income between \$10,000 and \$1,000,000, 8% on net income from \$1,000,000 to \$5,000,000, and 9% on net income over \$5,000,000).	1 April 1970	Gain of \$120,000 in 1970-71.
	Provincial park entrance fee of 50¢ per vehicle.	1 April 1970	Gain of \$200,000 in 1970-71.
Quebec	Medicare tax—8/10 of 1% of net income of an individual (maximum \$125) if at least ¼ of his net income is salary, plus 8/10 of 1% of his salary (without maximum) payable by his employer. If more than ¼ of net income of an individual is not salary, 8/10 of 1% of net income (maximum \$125) plus the excess of that portion of his net income that is not salary over ¼ of his net income, subject to a maximum contribution of \$200.00. Single persons and married persons earning \$2,000 and \$4,000 respectively or less are exempt.	Not yet established	Gain of \$30 million in 1970-71 if effective from November 1, 1970.
Ontario	Succession duties: 1. Widow's exemption increased from \$75,000 to \$125,000. 2. Present restrictions on widowers removed and exemption set at \$125,000. 3. Exemptions granted to widows and widowers extended under certain circumstances to surviving common-law wives and husbands. 4. In the event of death or remarriage of an annuitant within four years of the death of the deceased, revaluation of assets to take account of the reduced capital value of the annuity.	1 April 1970	Loss of \$3 million in 1970-71 and of \$4.5 million in a full year at 1970-71 levels of receipts.
	Retail sales tax—Exemptions provided for: 1. Items used directly in the manufacturing process such as tools attached to production machinery used for milling, grinding, pressing and similar purposes. 2. Explosives. 3. Refractory materials such as fire bricks and tools.	1 June 1970	Loss of \$7 million in a full year.
	Corporation tax: Extension of accelerated depreciation to December 31, 1973, for water pollution control equipment, and provision for accelerated depreciation for air pollution control equipment.	1 January 1970	Loss of \$8.5 million in a full year.
Manitoba	Personal income tax—Increase to 39 percentage points of federal "basic" tax (up from 33 percentage points).	1 January 1970	Gain of \$42.8 million in 1970-71.
	Corporation income tax—13% of taxable income (up from 11%).	1 January 1970	Gain of \$8.5 million in a full year.
Saskatchewan.....	Gasoline tax—Increase of 2¢ a gallon to 19¢. Diesel Fuel tax—Increase of 1¢ a gallon to 21¢ a gallon. Tax on fuels used for industrial or commercial purposes increased from 2¢ to 4¢ a gallon.	2 March 1970	Gain of \$6 million in 1970-71.
	Retail sales tax—Exemption on meals dropped from \$2.00 to 14¢.	1 April 1970	Gain of \$600,000 in 1970-71.
	Personal income tax—Increase of 1 percentage point to 34 percentage points of the federal "basic" tax.	1 January 1970	Gain of \$2 million in 1970-71.
	Vehicles Act—Vehicle license fee increased from \$14 to \$15 for wheel base not exceeding 110", from \$20 to \$21 for wheel base of 111" to 120", from \$26 to \$27 for wheel base over 120".	For 1970	Information not available.
Alberta	No change	—	—
British Columbia	No change	—	—

The following table shows what increases or decreases are expected in the yields of the main revenue

sources of the individual provinces in 1970 - 71, both in absolute and percentage terms:

Estimated Changes in Revenue by Main Source
Year over Year (1969 - 70 to 1970 - 71)

		Corporation income tax	Personal income tax	General sales tax	Hospital insurance and medicare premiums	Payroll tax	Other taxes	Other revenue from own sources	Transfers	Gross general revenue
Newfoundland.....	\$'000	- 876	5,995	- 1,102	-	-	2,483	- 1,537	53,541	58,504
	%	- 8.5	33.4	- 2.8	-	-	9.7	- 4.6	32.8	20.2
Prince Edward Island	\$'000	- 142	550	240	-	-	482	1,999	9,597	12,726
	%	- 11.2	16.9	3.5	-	-	6.6	20.7	23.6	18.4
Nova Scotia	\$'000	- 505	7,439	2,450	-	-	3,256	10,761	34,587	57,988
	%	- 4.2	20.5	3.9	-	-	8.3	16.6	19.4	14.8
New Brunswick	\$'000	- 659	8,107	3,830	-	-	1,922	- 472	47,346	60,074
	%	- 6.9	24.7	6.9	-	-	3.5	- 1.0	31.4	16.7
Quebec	\$'000	3,000	115,000	43,090	-	15,000 ¹	26,170	81,683	387,184	671,127
	%	1.7	13.9	8.3	-	-	4.9	23.6	54.0	21.5
Ontario	\$'000	50,000	149,027	52,630	119,950	-	30,103	122,617	235,149	759,476
	%	12.3	19.9	8.2	24.1	-	5.2	16.7	37.6	17.9
Manitoba	\$'000	2,972	30,091	6,540	- 28,300	-	3,687	11,294	3,625	29,909
	%	10.0	38.5	10.8	- 49.7	-	6.2	16.3	2.1	5.6
Saskatchewan.....	\$'000	- 3,310	6,004	- 2,696	600	-	3,182	10,685	32,482	46,947
	%	- 15.0	8.9	- 3.8	3.2	-	5.4	6.9	24.9	9.0
Alberta	\$'000	- 1,200	38,097	-	26,779	-	15,624	5,669	33,809	118,778
	%	- 2.1	30.3	-	122.5	-	18.2	1.4	16.4	13.2
British Columbia	\$'000	1,166	33,697	17,350	19,000	-	8,747	43,829	9,467	133,256
	%	1.6	17.7	9.5	33.9	-	7.8	14.0	4.4	11.7
Totals	\$'000	50,446	394,007	122,332	138,029	15,000	95,656	286,528	846,787	1,948,785
	%	6.4	18.5	7.5	21.2	-	6.1	13.1	32.5	16.9

¹ Estimated 1970 - 71 revenue from the tax paid by employers toward medicare, (assuming effective date of November 1, 1970).

Estimated Expenditure 1970 - 71

The total gross provincial government expenditure for 1970 - 71 is estimated at \$14,126 million and represents an increase of \$2,292 million or 19.37 per cent over the corresponding figure for 1969 - 70. Largely responsible for this substantial rise in provincial government outlays are health and welfare, accounting for \$970 million or 8.20 percentage points of the total, education accounting for \$590 million or 4.99 percentage points of the total, and debt charges exclusive of debt retirement accounting for \$176 million or 1.49 percentage points of the total. The other expenditure functions are expected to exceed their 1969 - 70 levels by \$556 million and be responsible for 4.69 percentage points of the total increase in gross provincial government expenditure.

The addition in outlays for health and welfare (\$970 million) represents an increase of 23.6 per cent over the expenditure level reached in this area in 1969 - 70. An important factor of growth for this function is the first full year effect of Ontario's and

Alberta's participation in medicare and the expected entry of Quebec into the same program later in 1970. The addition provincial government spending on education (\$590 million) represents an increase of 16.3 per cent over corresponding outlays in 1969 - 70. The gain is in line with the acceleration which has prevailed in this area of expenditure in recent years, partially to relieve the pressures caused by a very sharp increase in the segment of population of secondary and post-secondary education age. Debt service charges are also expected to grow fairly rapidly in 1970 - 71, and the addition to provincial government expenditure in this area (\$176 million) represents an increase of 31.3 per cent over the corresponding outlays of 1969 - 70. Largely responsible for this additional cost are the higher interest rates incurred in refinancing operations.

The following table shows what increases are expected in outlays of the individual provinces on the main expenditure functions in 1970 - 71, both in absolute and percentage terms:

Estimated Changes in Expenditure by Main Functions

Year over Year (1969-70 to 1970-71)

		Education	Health and welfare	Debt charges ¹	Other expenditures	Gross general expenditure
Newfoundland	\$'000	10,100	20,130	3,550	52,750	86,530
	%	12.1	19.8	12.3	47.7	26.7
Prince Edward Island	\$'000	4,480	5,020	1,080	960	11,540
	%	28.4	27.2	15.4	3.6	16.9
Nova Scotia	\$'000	17,690	85,850	12,500	37,110	153,150
	%	15.5	59.3	24.6	34.2	36.6
New Brunswick	\$'000	15,660	16,950	3,450	39,298	75,358
	%	12.2	18.0	11.3	35.6	20.7
Quebec	\$'000	165,100	298,550	69,507	169,618	702,775
	%	16.1	25.5	55.2	17.0	21.2
Ontario	\$'000	268,030	374,540	73,895	131,615	848,080
	%	20.4	26.0	29.3	10.6	19.9
Manitoba	\$'000	12,320	19,260	1,812	16,386	49,778
	%	8.3	9.3	8.7	12.8	9.8
Saskatchewan	\$'000	12,662	14,070	4,744	16,783	48,259
	%	9.6	7.6	12.0	10.7	9.4
Alberta	\$'000	38,010	62,868	5,316	56,841	163,035
	%	11.6	18.6	85.6	19.4	16.9
British Columbia	\$'000	46,160	72,820	280	34,190	153,450
	%	14.3	17.9	45.2	9.2	13.9
Totals	\$'000	590,212	970,058	176,134	555,551	2,291,955
	%	16.3	23.6	31.3	15.7	19.4

¹ Exclusive of debt retirement.

Present Federal - Provincial Fiscal Arrangements

The Federal-Provincial Fiscal Arrangements Act, 1967, provided for a number of significant changes in the structure of federal payments to the provinces. The federal government increased its abatement of the personal income tax from 24 per cent to 28 per cent of the federal tax payable in the provinces. The abatement of the corporate income tax, which stood at 9 per cent of taxable income in all provinces other than Quebec (10 per cent), was raised to 10 per cent in all provinces, effective for the 1967 taxation year. For provinces which levy their own succession duties at the same rate as in 1964 (Ontario and Quebec), the federal government abates its estate tax by 50 per cent of the federal estate tax payable, and makes a payment equal to 25 per cent of the estate tax payable in that province. For provinces which have increased their succession duty since 1964 (British Columbia), the federal government abates its

estate tax by 75 per cent of the federal tax payable. For provinces which do not levy a succession duty the direct payment is 75 per cent of the federal estate tax due in the province.

Equalization. - In contrast to the former equalization formula which took into account only three taxes and natural resource revenues, the new formula is based on 16 provincial revenue sources. For each revenue source a base is chosen which is as close as possible to the actual base of the revenue source in all provinces. The percentage of the total base attributed to a particular province is calculated along with the percentage of the total population in that province. The difference between the percentage of the base and the percentage of the population multiplied by the total revenue in all provinces from a particular source gives the equalization payment for the revenue source in the

province. The total equalization payment for the province is the sum of the payments for each revenue source. The Atlantic Provinces additional grants were abolished under the new arrangements, but the provinces of Nova Scotia, New Brunswick and Newfoundland are guaranteed an additional equalization payment of \$10.5 million, while Prince Edward Island is guaranteed an additional \$3.5 million.

Stabilization. - The change in the stabilization formula is closely related to the change in the equalization formula. Total net general revenues of a province, including equalization and other unconditional grants from the federal government, are used in determining the size of payment. In two cases actual revenues are replaced by average revenues. A three-year average of estate tax and succession duty revenue and a five-year average of sales of crown leases and reservations on oil

and natural gas lands revenue are used instead of actual revenue. The stabilization payments are then the amounts required to bring the current year's revenue up to 95 per cent of the previous years' revenue.

"Opting out". - Two changes in opting out arrangements took place under the Federal-Provincial Fiscal Arrangements Act 1967. The terminal date of an agreement entered into for health grants was moved to March 31, 1970. The one point abatement of the personal income tax relating to the operating costs of certain technical education programs was allowed to expire on March 31, 1967. This change was connected with the federal government's take-over of adult re-training expenses. As a result, the total additional abatement received by Quebec for opting out was reduced from 20 to 19 points.

EXPLANATORY COMMENTS

Net General Revenue (Table 1)

"Net general revenue" as used in this report denotes that gross general revenue has been adjusted by deducting (a) estimated revenue of provincial government institutions, (b) estimated revenue in the form of interest, premium, discount and exchange, (c) grants-in-aid and shared-cost contributions.

Privileges, licenses and permits, revenue item 19, Table 1, includes licences and permit fees for the manufacture, purchase, sale or use of alcoholic beverages; motor vehicle licences and permit fees; licences, royalties and permit fees for the use of natural resources, such as fishing and hunting licences, timber royalties, Crown land leases, mining royalties, water power or storage leases and also the income taxes on logging and mining corporations which the provinces may levy under the federal-provincial fiscal arrangements; and corporation and other business or occupational licences.

Sales and services, revenue item 20, Table 1, includes sales of goods such as material and supplies, provincial lands, furniture, clothing and uniforms, and government publications, as well as sales of services including the rental of government property, board and room provided to employees, fees and charges for services rendered by provincial departments or officials, bridge and ferry tolls and other fees such as inspection fees, registration fees, tuition fees and fees for analysis and testing.

Other revenue, item 24, Table 1, includes contributions and grants from private sources, escheates and forfeitures such as bank deposits and election deposits, insurance recoveries on fire losses and miscellaneous items not otherwise provided for in the classification.

Shared-cost contributions, item 26, Table 1. A breakdown of this amount on a functional basis is provided in Table 4 of this report.

Subsidies, revenue item 29, Table 1, includes only unconditional grants, for example the B.N.A. Act Subsidies. Grants-in-aid of specific projects, such as health grants and trans-Canada highway grants from the Government of Canada are included in item 26 of Table 1.

Share of income tax on power utilities, revenue item 34, Table 1. All provinces continue to receive a share of the income tax collected by the Government of Canada from corporations whose main business is the distribution to, or generation for distribution to the public of electric energy, gas or steam.

Cost of Services Provided (Table 2)

"Cost of services provided" is intended to reflect the total estimated cost of the services provided by provincial governments and their agencies even though these costs may be shared by other levels of government through conditional grants. This concept differs from the "net general" concept in that conditional transfers received from the federal or municipal governments are not deducted from the gross expenditures as they were in determining estimated net general expenditure. However, should it be required by certain users, Table 4 showing amounts transferred from other governments makes it possible to establish net general expenditure.

Unconditional transfers to local governments, expenditure item 18, Table 2, includes payments in the form of general subsidies having no relation to any particular municipal expenditure and shared-revenue

contributions whether or not such contributions are related to specific municipal expenditures. All other payments or shared-cost contributions to municipal governments have been classified according to the function of the municipal expenditure to which the provincial payment is related. For example, municipal highway subsidies are included under "Transportation and Communications" in Table 2. Table 3 gives a breakdown of estimated grants-in-aid and shared-cost contributions to local governments.

Other expenditure, item 26, Table 2, includes expenditure not otherwise included, such as housing, and outlays caused by major fires, floods and other disasters.

Amounts transferred from other Governments (Table 4)

This table indicates the estimated revenue received by provincial governments in the form of conditional and unconditional transfers from the federal and local governments. The conditional transfers or shared-cost contributions are related to the expenditure function to which they apply on the basis of information contained in provincial financial estimates and other statements with the exception of British Columbia. Details by function are not available for this province at this time.

Own-Source Revenue Deductions (Table 5)

This table provides the detail by function, of item 41 in Table 1 and item 29 in Table 2. The amounts in the table represent estimated revenue derived from

expenditure functions and, in order to put the revenue and expenditure of all provinces on a comparable basis, these revenue items are deducted from gross general revenue and from gross general expenditure. These estimated funds are considered to be reductions of expenditure and not revenue in the true sense of revenue, that is, the income raised to meet expenditures. They consist largely of estimated institutional revenue as recorded in the provincial estimates, that is, revenue from the sale of goods and services by provincial institutions such as agricultural schools, hospitals, and penal institutions.

Estimated revenue in the form of interest, premium on the issuance of securities and exchange is by conceptual definition offset against the expenditure for debt charges.

Tables 6 and 7 are included herewith to explain as clearly as possible the difference between Budgetary Estimates of revenue and expenditure submitted to the provincial legislatures and net general revenue and cost of services provides as they appear in Tables 1 and 2 of this report.

An explanation of the statistical terms used in this report is included as Part II (conceptual framework) classifications and sources of the "Historical Review, Financial Statistics of Governments in Canada 1952 - 62", published by DSS in February 1966 (Catalogue No. 68-503).

September 24, 1970.

STATISTICAL TABLES

TABLE 1. General Revenue (Estimated)
Fiscal Year Ending March 31, 1971

No.	Revenue by source	Nfld.	P.E.I.	N.S.	N.B.
		thousands of dollars			
	Taxes:				
	Income:				
1	Corporations ¹	9,390	1,127	11,657	8,951
2	Individuals ²	23,948	3,805	43,762	40,945
3	On premiums of insurance companies	610	178	1,780	1,280
4	Other on corporations	—	—	—	—
5	Property	—	—	100	27,420
	Sales:				
6	General	38,440	7,180	65,080	59,180
7	Motor fuel	21,630	5,710	38,650	29,850
8	Alcoholic beverages	—	880	—	—
9	Amusements and admissions	20	170	840	520
10	Tobacco	4,300	810	—	5,220
11	Other commodities and services	—	—	800 ⁵	—
12	Total sales taxes	64,390	14,750	105,370	94,770
13	Succession duties	—	—	—	—
14	Hospital insurance premiums	—	—	—	—
15	Medicare premiums	—	—	—	—
16	Payroll	—	—	—	—
17	Other	1,432	—	141	184
18	Total taxes	99,770	19,860	162,810	173,530
19	Privileges, licences and permits	13,310	1,800	15,450	19,310
20	Sales and services	5,225	4,512	7,110	3,791
21	Fines and penalties	740	—	860	630
22	Interest, discount, premium and foreign exchange	1,159	2,375	29,782	4,177
23	Own enterprises	8,870	2,950	21,660	17,590
24	Other revenue	2,749	42	693	1,610
25	Gross revenue from own sources (estimated)	131,823	31,539	238,365	220,658
	Conditional transfers:				
	From federal government:				
26	Shared-cost contributions	115,563	27,509	116,136	112,710
	From municipal governments:				
27	Shared-cost contributions	—	—	40	—
28	Total conditional transfers	115,563	27,509	116,176	112,710
	Unconditional transfers from federal government:				
29	Statutory subsidies	9,656	657	3,719	1,745
	Federal-provincial fiscal arrangements:				
30	Share of federal estate tax ¹⁰	534	283	4,219	1,524
31	Equalization including stabilization ¹⁰	89,826	21,562	88,671	82,138
	Federal-Provincial Fiscal Revision Act:				
32	1964-Youth allowances ¹⁰	—	—	—	—
33	Established program (Interim Arrangements Act)	—	—	—	—
34	Shared-cost programs	—	—	—	—
35	Share of income tax on power utilities	1,388	280	—	125
36	Canada student loan	—	—	—	—
37	Total unconditional transfers	101,404	22,782	96,609	85,532
38	Total transfers	216,967	50,291	212,785	198,242
39	Total gross general revenue	348,790	81,830	451,150	418,900
	Deduct:				
	Revenue derived from expenditure functions and applied thereto:				
40	Sales and services-Institutional	1,035	2,532	790	671
41	Interest revenue applied against debt charges	1,159	2,375	29,782	4,177
42	Total own-revenue deductions	2,194	4,907	30,572	4,848
43	Conditional transfers from:				
	Federal government	115,563	27,509	116,136	112,710
44	Municipal governments	—	—	40	—
45	Total conditional transfers	115,563	27,509	116,176	112,710
46	Total deductions	117,757	32,416	146,748	117,558
47	Rounding	- 3	- 4	- 2	- 2
48	Total net general revenue	231,030	49,410	304,400	301,340

¹ Collected by the federal government for all provinces except Quebec and Ontario. Estimates supplied by the federal Department of Finance for all provinces except Quebec and Ontario.

² Collected by the federal government for all provinces except Quebec. Estimates supplied by federal Department of Finance for all provinces except Quebec.

³ Includes \$15 million which is the estimated 1970-71 revenue from the tax paid by individuals toward medicare, (assuming effective date of December 1, 1970).

⁴ Not separable from item 1 at this time.

⁵ N.S. tax on long distance telephone calls; Man. estimated revenue under the Manitoba Revenue Act 1964, Part I.

TABLE 1. General Revenue (Estimated)

Fiscal Year Ending March 31, 1971

Que.	Ont.	Man.	Sask.	Alta.	B.C.	Total	No.
thousands of dollars							
175,000	457,000	32,579	18,741	55,426	73,568	843,439	1
940,000 ^a	898,019	108,299	73,842	163,843	223,856	2,520,319	2
67,400	—	2,375	1,900	4,500	6,000	86,023	3
—	—	—	—	—	—	—	4
—	2,780	—	200	—	13,910	44,410	5
562,940	692,900	67,390	68,000	—	200,500	1,761,610	6
298,290	413,300	43,880	51,980	80,690	79,290	1,063,270	7
—	—	—	—	—	—	880	8
28,970	23,980	1,940	270	1,910	2,970	61,590	9
68,420	74,640	8,380	6,470	11,000	—	179,240	10
47,960 ^a	—	4,580 ^a	—	—	—	53,340	11
1,006,580	1,204,820	126,170	126,720	93,600	282,760	3,119,930	12
46,000	72,500	—	—	—	17,500	136,000	13
—	307,720	25,000	13,400	—	—	346,120	14
—	309,600	3,600	5,900	48,640	75,000	442,740	15
15,000 ^a	—	—	—	—	—	15,000	16
3,050	24,661	2,467	1,617	3,531	456	37,539	17
2,253,030	3,277,100	300,490	242,320	369,540	693,050	7,591,520	18
232,350	315,950	26,500	61,700	303,970	209,460	1,199,800	19
20,560	71,373	14,090	9,060	20,270	49,265	205,256	20
5,000	28,880	1,400	1,350	2,630	2,250	43,740	21
60,064	289,020	14,763	48,191	23,059	13,041	485,631	22
105,300	148,550	22,930	35,750	54,120	63,300	481,020	23
4,582	4,648	855	9,958	7,336	18,682	51,155	24
2,680,886	4,135,521	381,028	408,329	780,925	1,049,048	10,058,122	25
334,867	822,374	130,287	114,880	220,805	206,000 ^a	2,201,131	26
4,000	—	2,622	1,833	—	16,500 ^a	24,995	27
338,867	822,374	132,909	116,713	220,805	222,500	2,226,126	28
3,896	3,500	2,132	2,150	3,010	1,672	32,137	29
13,602	26,355	5,298	3,817	7,840	—	63,472	30
517,816	—	39,743	40,021	—	—	879,777	31
— 27,051	—	—	—	—	—	— 27,051	32
214,734	—	—	—	—	—	214,734	33
35,500	—	—	—	—	—	35,500	34
3,300	8,500	—	—	7,800	100	21,493	35
3,600	—	—	—	—	—	3,600	36
765,397	38,355	47,173	45,988	18,650	1,772	1,223,662	37
1,104,264	860,729	180,082	162,701	239,455	224,272	3,449,788	38
3,785,150	4,996,250	561,110	571,030	1,020,380	1,273,320	13,507,910	39
2,700	21,223	840	1,620	7,320	7,065	45,796	40
60,064	289,020	14,763	48,191	23,059	13,041	485,631	41
62,764	310,243	15,603	49,811	30,379	20,106	531,427	42
334,867	822,374	130,287	114,880	220,805	206,000	2,201,131	43
4,000	—	2,622	1,833	—	16,500	24,995	44
338,867	822,374	132,909	116,713	220,805	222,500	2,226,126	45
401,631	1,132,617	148,512	166,524	251,184	242,606	2,757,553	46
+ 1	- 3	+ 2	+ 4	+ 4	- 4	- 7	47
3,383,520	3,863,630	412,600	404,510	769,200	1,030,710	10,750,350	48

^a Includes tax on meals, on hotel and motel accommodation and on all forms of telecommunications, levied under the education and health tax.

^b Estimated 1970-71 revenue from the tax paid by employers toward medicare, (assuming effective date of December, 1970).

^c Canada share of joint service program in lieu of opting out.

^d Municipal share of joint service program.

^e Estimates supplied by federal Department of Finance.

TABLE 2. General Expenditure (Estimated) - (Current and Capital)

Fiscal Year Ending March 31, 1971

No.	Expenditure by function	Nfld.	P.E.I.	N.S.	N.B.
thousands of dollars					
	Transportation and communications:				
1	Highways, roads and bridges	52,320	10,330	74,200	67,890
2	Other.....	110	10	860	940
3	Total transportation and communications	52,430	10,340	75,060	68,830
	Health:				
4	Hospital care	59,140	11,540	120,980	61,870
5	Medicare.....	11,814	1,115	32,520	3,460
6	Other.....	8,416	2,975	29,010	16,260
7	Total health.....	79,370	15,630	182,510	81,590
	Social Welfare:				
8	Aid to aged and blind persons	3,950	3,160	2,250	3,160
9	Aid to unemployed and unemployables	32,060	3,790	23,010	14,380
10	Other	6,250	880	22,970	6,920
11	Total social welfare	42,260	7,830	48,230	29,460
	Education:				
12	Schools operated by local authorities	56,199	8,282	58,520	107,830
13	Universities, colleges and other schools	31,581	11,584	57,080	31,548
14	Other.....	5,790	384	16,200	4,892
15	Total education.....	93,570	20,250	131,800	144,270
16	Natural resources and primary industries	10,780	4,320	18,130	21,030
17	Debt charges (exclusive of debt retirement).....	32,470	8,100	63,280	33,880
18	Unconditional transfers to local governments	2,730	580	9,280	18,700
19	Home-owners' subsidies	-	-	-	-
	Other expenditure:				
20	General government	16,150	6,090	18,520	15,940
21	Protection of persons and property	9,020	1,750	9,230	7,560
22	Recreational and cultural services	1,810	1,630	3,600	4,110
23	Trade and industrial development	55,230	1,840	6,460	5,460
24	Local government planning and development	5,080	260	790	4,160
25	Contributions to government enterprises.....	6,491	950	-	1,345
26	Other.....	3,609	90	4,490	2,655
27	Total other expenditure	97,390	12,610	43,090	41,230
28	Total gross general expenditure (exclusive of debt retirement).....	411,000	79,660	571,380	438,990
	Deduct:				
29	Own source revenue deduction (see Table 1, line 41)	2,194	4,907	30,572	4,848
30	Rounding.....	+ 4	- 3	+ 2	- 2
31	Cost of services provided (estimated)	408,810	74,750	540,810	434,140

¹ Includes home-owners' grants applicable to education 55,000.

TABLE 2. General Expenditure (Estimated) - (Current and Capital)

Fiscal Year Ending March 31, 1971

Que.	Ont.	Man.	Sask.	Alta.	B.C.	Total	No.
thousands of dollars							
342,710	510,630	49,550	80,320	102,005	122,040	1,411,995	1
2,390	1,300	60	-	275	28,990	34,935	2
345,100	511,930	49,610	80,320	102,280	151,030	1,446,930	3
799,970	773,880	105,920	109,070	207,680	218,310	2,468,360	4
80,000	501,678	55,700	34,000	90,865	75,000	886,152	5
80,530	260,392	21,890	14,450	21,475	88,300	543,698	6
960,500	1,535,950	183,510	157,520	320,020	381,610	3,898,210	7
41,040	23,900	5,220	2,290	3,240	5,350	98,560	8
200,870	177,860	28,180	27,970	55,800	72,680	636,600	9
264,850	79,350	10,670	10,930	21,750	20,270	444,840	10
506,760	281,110	44,070	41,190	80,790	98,300	1,180,000	11
786,110	845,321	86,600	98,660	202,270	228,550 ¹	2,478,342	12
314,880	584,821	54,715	40,959	155,660	128,210	1,411,038	13
90,780	154,358	20,045	4,861	8,500	12,720	318,530	14
1,191,770	1,584,500	161,360	144,480	366,430	369,480	4,207,910	15
140,240	139,800	30,830	29,170	50,430	81,030	525,760	16
195,480	326,550	22,690	44,420	11,530	900	739,300	17
148,080	51,990	10,590	-	40,990	47,650	330,590	18
-	146,000	-	11,400	13,829	6,100	177,329	19
217,690	202,000	18,420	23,780	50,350	52,990	621,930	20
147,330	188,410	17,580	16,190	46,280	38,110	481,460	21
33,490	40,960	6,050	6,570	9,490	8,580	116,290	22
73,870	28,780	6,560	2,290	5,900	5,390	191,780	23
28,730	41,850	3,340	1,960	4,440	6,060	96,670	24
-	-	-	-	-	4,000	12,786	25
30,680	24,990	1,870	1,610	26,161	2,750	98,905	26
531,790	526,990	53,820	52,400	142,621	117,880	1,619,821	27
4,019,720	5,104,820	556,480	560,900	1,128,920	1,253,980	14,125,850	28
62,764	310,243	15,603	49,811	30,379	20,106	531,427	29
+ 4	-7	+ 3	+ 1	- 1	- 4	- 3	30
3,956,960	4,794,570	540,880	511,090	1,098,540	1,233,870	13,594,420	31

TABLE 3. Transfers to Local Governments (Estimated)
Fiscal Year Ending March 31, 1971

No.		Nfld.	P.E.I.	N.S.	N.B.
		thousands of dollars			
	Conditional transfers, grants-in-aid and shared-cost contributions:				
1	Transportation and communications (roads)	1,000	70	370	360
	Health:				
2	Hospital care ¹	—	—	—	810
3	Other	30	10	300	—
	Social welfare:				
4	Aid to unemployed and unemployables	—	—	7,910	6,830
5	Other ²	—	—	180	1,060
6	Education	2	9,560	55,800	74,210
7	Natural resources and primary industries	—	—	—	20
8	Debt charges — Interest	140	—	—	—
	Other expenditure:				
9	Protection to persons and property	—	510	90	10
10	Recreational and cultural services	—	—	—	50
11	Trade and industrial development	—	10	—	—
12	Local government planning and development	110	20	—	—
13	Other	80	—	750	1,020
14	Sub-total, items 1 to 13	1,360	10,180	65,400	84,370
15	Unconditional transfers	2,730	580	9,280	18,700
16	Total transfers to local governments	4,090	10,760	74,680	103,070
17	Home-owners' subsidies ⁷	—	—	—	—

¹ Excludes amounts paid directly to municipal hospital boards.

² Excludes grants estimated at 53,929 to primary and secondary schools which are operated on a religious denominational basis.

³ Includes payments to municipalities in lieu of the right to impose a retail sales tax 136,500.

⁴ Includes payments under the Municipal Unconditional Grants Act 48,031.

TABLE 4. Estimated Amounts Transferred from Other Governments
Fiscal Year Ending March 31, 1971

No.		Nfld.	P.E.I.	N.S.	N.B.
		thousands of dollars			
	Conditional transfers:				
	From government of Canada:				
1	General government services	—	2,577	—	4,600
2	Protection of persons and property	92	397	518	48
	Transportation and communications:				
3	Trans-Canada highway	9,000	—	10,100	2,130
4	Roads to resources	—	—	—	—
5	Atlantic development board	—	400	6,050	—
6	Other highways, roads and bridges	—	1,600	5,850	21,558
7	Total transportation and communications	9,000	2,000	22,000	23,688
	Health:				
8	Hospital construction	901	118	—	2,500
9	Hospital care	21,787	5,969	37,649	26,735
10	Medicare	11,865	786	17,500	3,460
11	Medical and dental services	—	—	—	—
12	Other	1,552	863	904	6,056
13	Total health	36,105	7,736	56,053	38,751
	Social welfare:				
14	Aid to aged and blind	269	1,045	895	4
15	Aid to disabled	—	—	—	—
16	Aid to unemployed	—	2,357	—	—
17	Canada assistance	20,231	—	12,999	13,723
18	Other social welfare	512	116	2,477	—
19	Total social welfare	21,012	3,518	16,371	13,727

See footnote(s) at end of table.

TABLE 3. Transfers to Local Governments (Estimated)

Fiscal Year Ending March 31, 1971

Que.	Ont.	Man.	Sask.	Alta.	B.C.	Total	No.
thousands of dollars							
5,040	156,060	10,160	12,730	31,540	—	217,330	1
—	—	—	10	—	—	820	2
7,110	26,640	470	340	2,630	540	38,070	3
4,490	58,830	5,000	2,300	3,300	43,670	132,330	4
14,900	1,620	50	200	—	—	18,010	5
781,250	865,000	84,340	86,290	198,380	213,980	2,368,810	6
—	2,970	—	720	220	10	3,940	7
2,610	—	—	—	—	—	2,750	8
1,820	950	—	260	—	—	3,640	9
—	2,160	—	—	—	—	2,210	10
—	—	—	150	—	—	160	11
—	8,570	—	—	—	—	8,700	12
22,060	—	—	50	390	8,460	32,810	13
839,280	1,122,800	100,020	103,050	236,460	266,660	2,829,580	14
148,080	51,990	10,590	—	40,990	47,650	330,590	15
987,360	1,174,790	110,610	103,050	277,450	314,310	3,160,170	16
—	146,000	—	11,400	13,829	6,100	177,329	17

⁵ Includes grants under Municipal Assistance Act 37,740.

⁶ Includes per capita grants under Municipalities Aid Act 46,700.

⁷ These amounts are not included in the above totals because it is considered that local governments merely act as agents for the provincial governments. See also page 2 of text.

TABLE 4. Estimated Amounts Transferred from Other Governments

Fiscal Year Ending March 31, 1971

Que.	Ont.	Man.	Sask.	Alta.	B.C. ¹	Total ¹	No.
thousands of dollars							
25,762	—	654	—	—	—	—	1
916	1,112	—	120	279	—	—	2
11,000	—	—	850	750	—	—	3
—	—	—	450	—	—	—	4
—	—	—	—	—	—	—	5
10,404	7,240	2,395	940	1,500	—	—	6
21,404	7,240	2,395	2,240	2,250	—	—	7
9,000	—	—	—	—	—	—	8
1,182	297,858	45,150	43,787	74,363	—	—	9
30,000	180,361	22,000	17,000	42,224	—	—	10
6,400	7,920	—	3,240	—	—	—	11
4,600	797	8,980	1,183	2,120	—	—	12
51,182	486,936	76,130	65,210	118,707	—	—	13
—	—	2,020	—	191	—	—	14
—	—	—	—	—	—	—	15
—	3,002	—	13,860	34,163	—	—	16
—	137,355	13,095 ²	—	—	—	—	17
—	1,158	63	1,610	4	—	—	18
—	141,515	15,178	15,470	34,358	—	—	19

TABLE 4. Estimated Amounts Transferred from Other Governments - Concluded
Fiscal Year Ending March 31, 1971

No.		Nfld.	P.E.I.	N.S.	N.B.
		thousands of dollars			
	Conditional transfers - Concluded:				
	From Government of Canada - Concluded:				
20	Recreational and cultural services	5	30	57	74
	Education:				
21	Schools operated by local authorities	191	4,610	-	8,947
22	Universities, colleges and other schools	4,043	1,564	1,724	3,480
23	Post secondary education	5,905	1,341	13,850	7,590
24	Other	55	32	4,093	584
25	Total education	10,194	7,547	19,667	20,601
26	Natural resources and primary industries	860	2,450	1,470	8,376
27	Trade and industrial development	35,650	183	-	1,226
28	Local government planning and development	2,645	195	-	1,609
	Other expenditures:				
29	Housing	-	716	-	-
30	Other	-	160	-	10
31	Total other expenditures	-	876	-	10
32	Total conditional transfers from government of Canada	115,563	27,509	116,136	112,710
	From municipal governments:				
33	Protection of persons and property	-	-	-	-
	Transportation and communications:				
34	Roads	-	-	-	-
	Health:				
35	Hospital insurance	-	-	-	-
36	Other health	-	-	-	-
	Social welfare:				
37	Other social welfare	-	-	40	-
	Education:				
38	Other	-	-	-	-
39	Natural resources	-	-	-	-
40	Other expenditure	-	-	-	-
41	Total conditional transfers from municipal governments	-	-	40	-
42	Total conditional transfers from other governments	115,563	27,509	116,176	112,710

¹ No detailed breakdown of conditional transfers available for British Columbia.

TABLE 5. Own-Source Revenue Deductions (Estimated)
Fiscal Year Ending March 31, 1971

No.		Nfld.	P.E.I.	N.S.	N.B.
		thousands of dollars			
1	Protection of persons and property	-	272	-	29
	Health:				
2	Hospital care	-	366	468	414
3	Other	593	1,043	-	-
4	Total health	593	1,409	468	414
	Social welfare:				
5	Aid to aged and blind	-	686	-	-
6	Other	442	-	85	-
7	Total social welfare	442	686	85	-
8	Education	-	165	237	228
9	Natural resources and primary industries	-	-	-	-
10	Other	-	-	-	-
11	Total institutional revenue	1,035	2,532	790	671
12	Interest	1,159	2,375	29,782	4,177
13	Total own source revenue deductions	2,194	4,907	30,572	4,848

¹ Lacking other information, institutional maintenance receipts of 7,000 assumed to be in health function.

TABLE 4. Estimated Amounts Transferred from Other Governments - Concluded
Fiscal Year Ending March 31, 1971

Que.	Ont.	Man.	Sask.	Alta.	B.C. ¹	Total ¹	No.
thousands of dollars							
4,947	654	752	330	98			20
40,000	6,986	4,371	9,634	1,201			21
40,870	25,775	—	1,357	5,701			22
99,115	143,409	17,454	15,072	54,069			23
3,600	530	7,386	17	404			24
183,585	176,700	29,211	26,080	61,375			25
10,460	8,101	5,799	4,860	3,738			26
21,835	—	28	420	—			27
261	—	140	150	—			28
14,515	—	—	—	—			29
—	116	—	—	—			30
14,515	116	—	—	—			31
334,867	822,374	130,287	114,880	220,805	206,000	2,201,131	32
—	—	146	443	—			33
2,000	—	245	120	—			34
—	—	—	—	—			35
2,000	—	824	—	—			36
—	—	—	1,270	—			37
—	—	—	—	—			38
—	—	67	—	—			39
—	—	1,340	—	—			40
4,000	—	2,622	1,833	—	16,500	24,995	41
338,867	822,374	132,909	116,713	220,805	222,500	2,226,126	42

¹ Represents estimated revenue for health and social services.

TABLE 5. Own-Source Revenue Deductions (Estimated)
Fiscal Year Ending March 31, 1971

Que.	Ont.	Man.	Sask.	Alta.	B.C.	Total	No.
thousands of dollars							
—	3,430	—	50	330	—	4,111	1
—	—	—	1,130	4,633	7,000 ¹	14,011	2
—	7,970	3	30	144	—	9,783	3
—	7,970	3	1,160	4,777	7,000	23,794	4
—	—	—	—	—	—	686	5
2,700	—	—	—	—	—	3,227	6
2,700	—	—	—	—	—	3,913	7
—	8,661	837	410	2,129	—	12,667	8
—	1,162	—	—	34	65	1,261	9
—	—	—	—	50	—	50	10
2,700	21,223	840	1,620	7,320	7,065	45,796	11
80,064	289,020	14,763	48,191	23,059	13,041	485,631	12
82,764	310,243	15,603	49,811	30,379	20,106	531,427	13

TABLE 6. Reconciliation of Provincial Estimated Revenue with Estimated Net General Revenue (Table 1)
Fiscal Year Ending March 31, 1971

No.		Nfld.	P.E.I.	N.S.	N.B.
		thousands of dollars			
1	Ordinary revenue per provincial estimates	350,924	74,214	353,416	395,944
	Add:				
2	Estimated revenue deducted from expenditure	—	—	109,559	2,488
3	Estimated expenditure deducted from revenue	—	242	1,153	2,164
4	Estimated revenue of administrative or special funds	16,780	9,691	748	2,289
5	Capital account revenue	—	3,680	—	35,985
6	Capital account revenue of an ordinary nature	—	—	—	—
7	To adjust tax arrangement revenue to federal estimates	—	3,209	—	—
8	Post-secondary education adjustment	352	—	—	3,200
9	Other	4	—	—	—
10	Total additions	17,136	16,822	111,460	46,126
	Deduct:				
11	Refunds of current year's expenditure included in revenue	—	—	4,110	2,874
12	Refunds of current year's revenue included in expenditure	—	135	—	—
13	Revenue of working capital funds to be offset against expenditure	—	—	274	—
14	Employees' contributions to pension plans	—	—	—	—
15	Offsets to adjust contributions to and from Government Enterprises to a "net" basis	7,330	—	—	—
16	Refunds of previous years' revenue included in expenditure	—	—	—	—
17	Interfund eliminations	8,466	9,070	608	2,190
18	To adjust tax arrangement revenue to federal estimates	3,474	—	8,255	6,220
19	Post-secondary education adjustment	—	—	479	—
20	Other adjustments	—	1	—	11,886 ²
21	Total deductions	19,270	9,206	13,726	23,170
22	Estimated gross general revenue (Table 1, item 38)	348,790	81,830	451,150	418,900
	To arrive at "net general revenue" deduct:				
23	Total deductions (Table 1, item 45)	117,757	32,416	146,748	117,558
24	Rounding	- 3	- 4	- 2	- 2
25	Total estimated net general revenue (Table 1, item 47)	231,030	49,410	304,400	301,340

¹ Represents capital revenue of 78,753 as estimated by the provinces less 43,836 considered to be non-revenue items.

**TABLE 6. Reconciliation of Provincial Estimated Revenue with Estimated
Net General Revenue (Table 1)**

Fiscal Year Ending March 31, 1971

Que.	Ont.	Man.	Sask.	Alta.	B.C.	No.
thousands of dollars						
3,469,153	4,358,704	448,869	394,685	954,415	1,166,177	1
317,453	5,379	13,742	131,599	—	3,994	2
14,430	24,500	2,316	4,153	1,699	6,962	3
63,960	782,635	152,591	123,934	146,567	78,695	4
—	—	—	—	34,917 ¹	—	5
—	—	—	—	—	—	6
—	—	—	16,905	—	18,924	7
—	—	2,357	2,272	—	—	8
—	4	3	3	3	—	9
395,843	812,518	171,009	278,866	183,186	108,575	10
—	13,131	—	2,679	6,175	700	11
—	—	—	—	—	348	12
—	—	—	—	26,503	—	13
—	—	—	—	18,230	—	14
43,002	—	272	—	13,889	—	15
15,000	—	—	—	—	—	16
—	105,624	52,330	99,842	46,502	382	17
21,841	49,626	6,166	—	3,391	—	18
—	6,591	—	—	2,531	—	19
3	—	—	—	—	2	20
79,846	174,972	58,768	102,521	117,221	1,432	21
3,785,150	4,996,250	561,110	571,030	1,020,380	1,273,320	22
401,631	1,132,617	148,512	166,524	251,184	242,606	23
+ 1	- 3	+ 2	+ 4	+ 4	- 4	24
3,383,520	3,863,630	412,600	404,510	769,200	1,030,710	25

¹ Represents municipal real property and business assessment taxes collected on behalf of municipalities. See also line 17, Table 7.

**TABLE 7. Reconciliation of Provincial Estimated Expenditure with Estimated
Cost of Services Provided (Table 2)**
Fiscal Year Ending March 31, 1971

No.		Nfld.	P.E.I.	N.S.	N.B.
		thousands of dollars			
1	Ordinary expenditure per provincial estimates	302,236	71,397	418,979	369,864
2	Capital expenditure per provincial estimates	118,914	9,804	45,617	79,547
3	Total expenditure per provincial estimates	421,150	81,201	464,596	449,411
	Add:				
4	Estimated revenue deducted from expenditure	—	—	109,559	2,488
5	Estimated expenditure deducted from revenue	—	242	1,153	2,164
6	Estimated expenditure of administrative or special funds	17,170	9,876	1,060	1,879
7	Other	2	2	4	—
8	Total additions	17,172	10,120	111,776	6,531
	Deduct:				
9	Refunds of current year's expenditure included in revenue	—	—	4,110	2,874
10	Refunds of current year's revenue included in expenditure	—	135	—	—
11	Revenue of working capital funds to be offset against expenditure	—	—	274	—
12	Employees' contributions to pension plans	—	—	—	—
13	Offsets to adjust contributions to and from government enterprises to a "net" basis	7,330	—	—	—
14	Estimated debt retirement included in estimated expenditure	11,526	2,456	—	—
15	Non-expenditure items included in provincial expenditure	—	—	—	—
16	Estimated capital revenue to be offset against capital expenditure	—	—	—	—
17	Interfund eliminations	8,466	9,070	608	2,190
18	Other	—	—	—	11,888 ²
19	Total deductions	27,322	11,661	4,992	16,952
20	Estimated gross general expenditure (Table 2, item 28)	411,000	79,660	571,380	438,990
	To arrive at "cost of services provided" deduct:				
21	Total deductions (Table 1, item 41)	2,194	4,907	30,572	4,848
22	Rounding	+ 4	- 3	+ 2	- 2
23	Total estimated cost of services provided (Table 2, item 31)	408,810	74,750	540,810	434,140

¹ Represents estimated ordinary expenditure of \$3,202,773, together with 121,150 debt services and \$2,539 amortization payments.

**TABLE 7. Reconciliation of Provincial Estimated Expenditure with Estimated
Cost of Services Provided (Table 2)**
Fiscal Year Ending March 31, 1971

Que.	Ont.	Man.	Sask.	Alta.	B.C.	No.
thousands of dollars						
3,396,562 ¹	5,090,605	448,044	346,049	930,313	1,165,460	1
280,409	—	—	59,033	215,699	—	2
3,676,971	5,090,605	448,044	405,082	1,146,012	1,165,460	3
317,453	5,379	13,742	131,599	—	3,994	4
14,430	24,500	2,316	4,153	1,699	6,962	5
84,090	767,411	149,661	122,590	107,184	78,998	6
2	5	1	—	3	—	7
415,975	797,295	165,720	238,342	108,886	89,954	8
—	13,131	—	2,679	6,175	700	9
—	—	—	—	—	348	10
—	—	—	—	26,503	—	11
—	—	—	—	18,230	—	12
43,002	—	272	—	13,899	—	13
30,224	—	4,682	—	1,976	—	14
—	664,325	—	—	12,693	—	15
—	—	—	—	—	—	16
—	105,624	52,330	99,842	46,502	382	17
—	—	—	3	—	4	18
73,226	783,080	57,284	102,524	125,978	1,434	19
4,019,720	5,104,820	556,480	560,900	1,128,920	1,253,980	20
62,764	310,243	15,603	49,811	30,379	20,106	21
+ 4	- 7	+ 3	+ 1	- 1	- 4	22
3,956,960	4,794,570	540,880	511,090	1,098,540	1,233,870	23

¹ Represents municipal real property and business assessment paid to municipalities of 11,886 plus rounding of 2.
See also line 20, Table 5.

SUMMARIES OF NET GENERAL REVENUE AND EXPENDITURE

The following summaries, first by province and secondly by source and function for all provinces, show the current year's estimates in relation to prior years' operations.

Net General Revenue of Provincial Governments

Fiscal Years Ended March 31

Province	1967	1968	1969 (Est.)	1970 (Est.)	1971 (Est.)
millions of dollars					
Newfoundland	125	164	195	227	231
Prince Edward Island	27	33	36	44	49
Nova Scotia	166	210	236	303	304
New Brunswick	152	212	242	294	301
Quebec	1,817	2,288	2,697	2,962	3,384
Ontario	1,968	2,296	2,821	3,546	3,864
Manitoba	222	292	320	403	413
Saskatchewan	291	311	356	380	404
Alberta	465	497	602	730	769
British Columbia	631	691	755	917	1,031
Total net general revenue	5,864	6,994	8,260	9,806	10,750

Cost of Services Provided by Provincial Governments (Current and Capital)

Fiscal Years Ended March 31

Province	1967	1968	1969 ¹ (Est.)	1970 (Est.)	1971 (Est.)
millions of dollars					
Newfoundland	270	301	..	323	409
Prince Edward Island	48	51	..	64	75
Nova Scotia	255	308	..	397	541
New Brunswick	216	315	..	360	434
Quebec	2,280	2,641	..	3,311	3,957
Ontario	2,323	2,892	..	4,050	4,794
Manitoba	319	365	..	493	541
Saskatchewan	357	386	..	467	511
Alberta	655	728	..	943	1,098
British Columbia	697	788	..	1,077	1,234
Total cost of services provided	7,420	8,775	..	11,485	13,594

¹ A "cost of services provided" breakdown is not available for these years as the "Estimates" publications were compiled on a "net general expenditure" basis.

Net General Revenue of Provincial Governments
Fiscal Years Ended March 31

Source	1967	1968	1969 (Est.)	1970 (Est.)	1971 (Est.)
	millions of dollars				
Taxes:					
Income: Corporations.....	536	596	681	793	843
Individuals	1,137	1,462	1,720	2,126	2,520
Corporations and premium income of insurance companies....	75	87	78	89	86
Property.....	22	34	38	42	44
Sales:					
Amusements and admissions	41	46	61	59	62
Motor fuel	741	790	947	1,007	1,063
Tobacco.....	75	76	143	161	179
General	1,010	1,260	1,395	1,639	1,762
Other	39	60	45	47	54
Succession duties	118	109	122	126	136
Hospital insurance premiums	189	226	239	388	346
Medicare premiums.....	..	..	98	263	443
Payroll	—	—	—	—	15
Other	27	26	27	36	38
Total taxes	4,010	4,772	5,594	6,776	7,591
Privileges, licences and permits.....	875	933	1,012	1,134	1,200
Sales and services.....	115	150	.. ¹	163	205
Fines and penalties.....	15	18	.. ¹	25	44
Interest, discount, premium and foreign exchange	175	203	.. ¹	312	486
Own enterprises	352	369	396	479	481
Other revenue	8	7	283	67	51
Gross revenue from own sources	5,550	6,452	7,285	8,956	10,058
Conditional transfers:					
Federal Government.....	1,033	1,319	485	1,369	2,201
Municipal Government	53	23	²	35	25
Unconditional transfers.....	515	777	1,060	1,199	1,224
Total transfers	1,601	2,119	1,545	2,603	3,450
Total gross general revenue.....	7,151	8,571	8,830	11,559	13,508
Less:					
Own source revenue deduction.....	201	235	85	349	532
Conditional transfers.....	1,086	1,342	485	1,404	2,226
Total net general revenue	5,864	6,994	8,260	9,806	10,750

¹ Breakdown not available; included in "other revenue".

² Included in federal transfer, breakdown not available.

Cost of Services Provided by Provincial Governments
Fiscal Years Ended March 31

Function	1967	1968	1969 ¹ (Est.)	1970 (Est.)	1971 (Est.)
	millions of dollars				
Transportation and communications	1,257	..	..	1,354	1,447
Health:					
Hospital care	1,547	..	..	2,226	2,454
Other	223	..	..	801	1,420
Total health	1,770	..	..	3,027	3,874
Social welfare:					
Aid to aged and blind persons	118	..	..	77	98
Aid to unemployed and unemployables	331	..	..	604	637
Other	247	..	..	381	441
Total social welfare	696	..	..	1,062	1,176
Education	2,063	..	..	3,605	4,195
Natural resources and primary industries	401	..	..	531	524
Debt charges (excluding debt retirement)	152	..	..	251	254
Unconditional transfers to local governments	219	..	..	297	331
Home-owners' subsidies	56	..	..	151	177
Other expenditures	806	..	..	1,207	1,616
Total cost of services provided (excluding debt retirement)	7,420	..	..	11,485	13,594

¹ A "cost of services provided" functional breakdown is not available as the "Estimates" publication was compiled on a "net general expenditure" basis.



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