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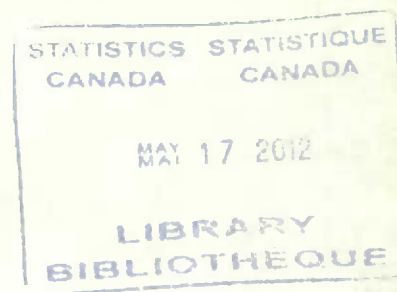
NATIONAL ACCOUNTS  
INCOME AND EXPENDITURE  
1961

DOMINION BUREAU OF STATISTICS

National Accounts and Balance of  
Payments Division

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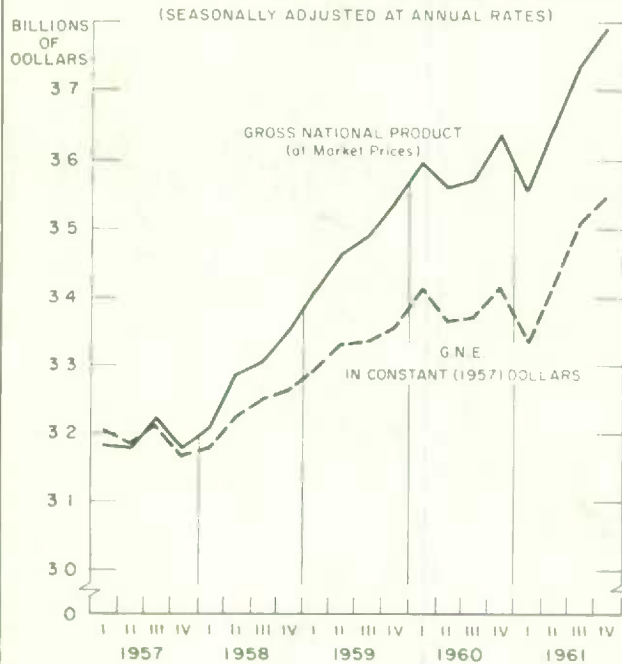
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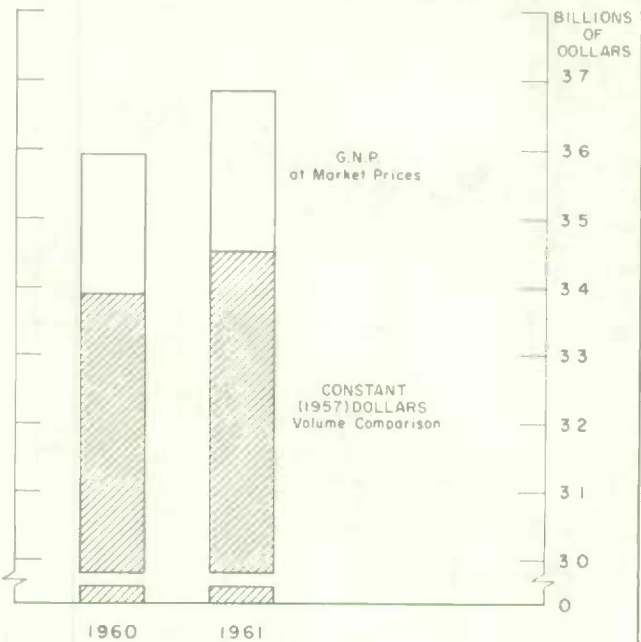
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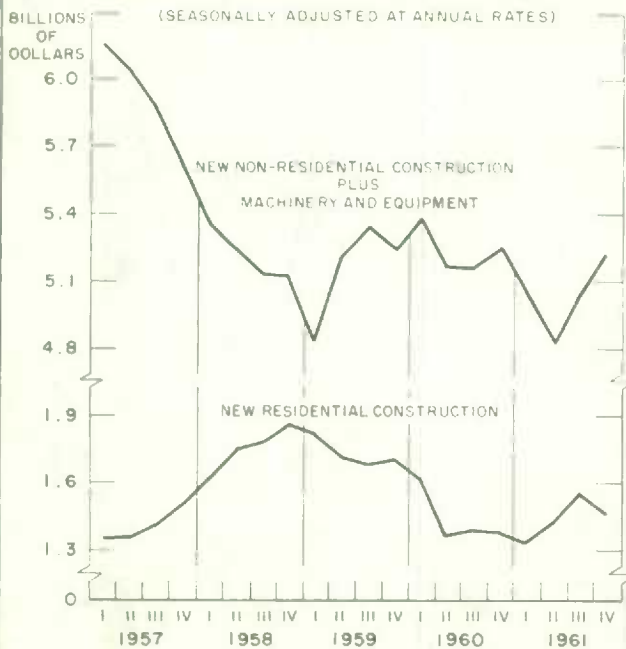
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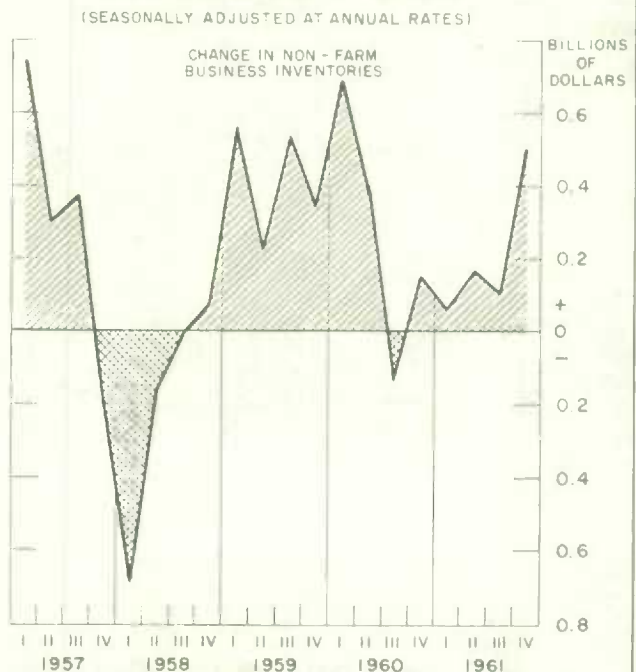
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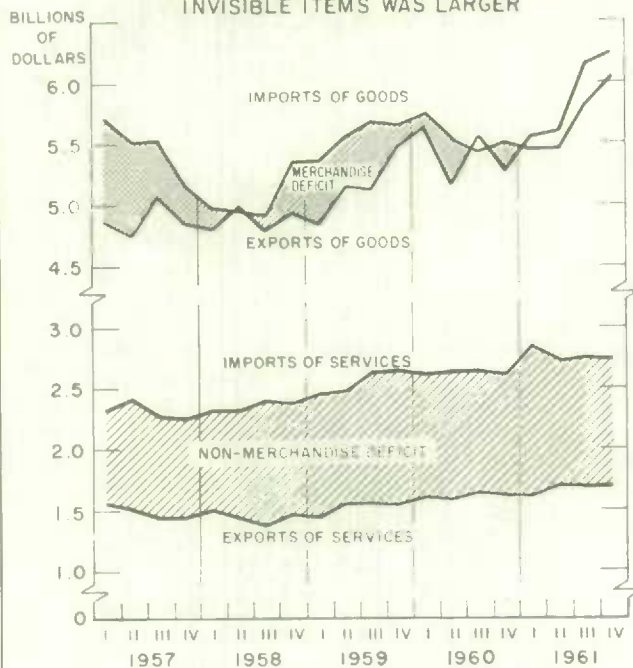
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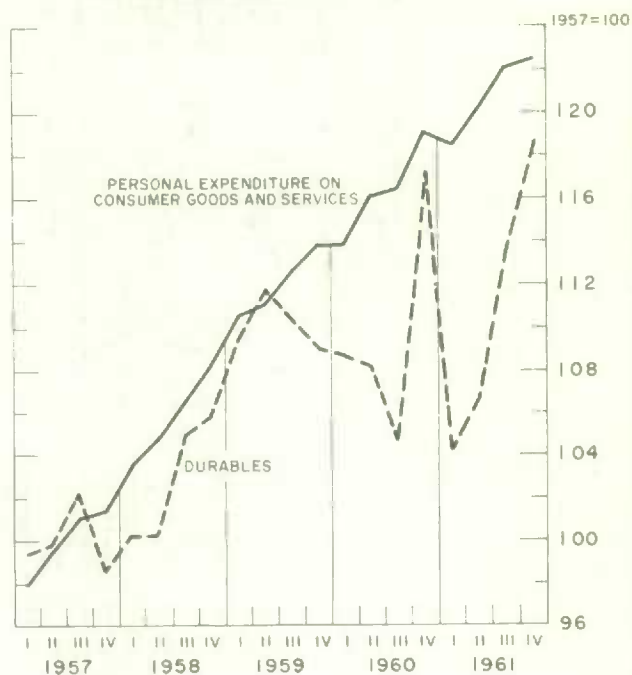
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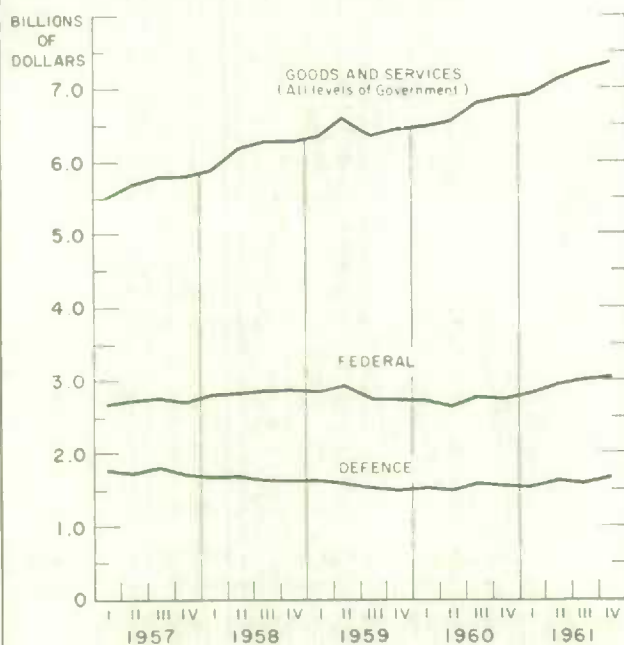
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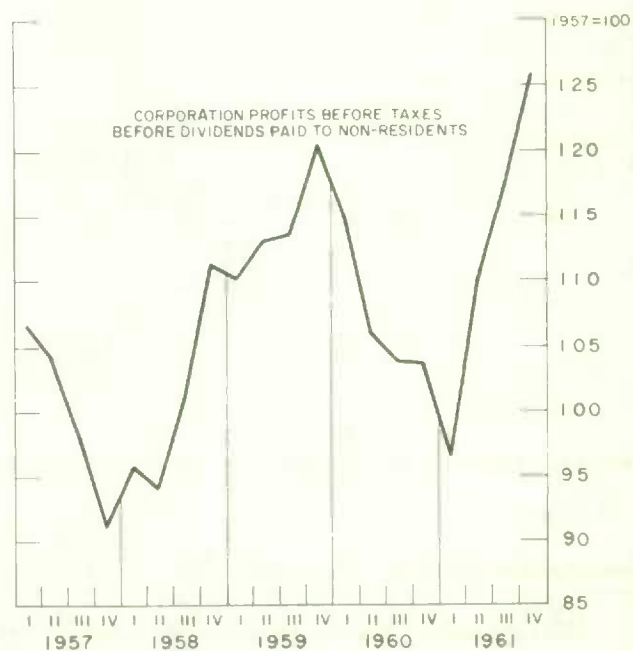
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IN ALL CHARTS DATA ARE SEASONALLY ADJUSTED AT ANNUAL RATES



## INTRODUCTORY REVIEW

### The Year 1961—Annual Review

The advance in Gross National Product was resumed in 1961. During the previous year the trend of economic activity had eased as downward tendencies developed in several components of end-product demand. These downward pressures were largely reversed in 1961, and following a weak first quarter, the level of activity moved on a rising trend for the remainder of the year. By the final quarter of 1961, Gross National Product was running at a seasonally adjusted annual rate about 3 per cent above the 1961 annual average in terms of current dollars, and almost 3 per cent higher in terms of the physical volume of production. For the year 1961 as a whole, the Gross National Product amounted to \$36.8 billion, 2.5 per cent above the previous year in value terms, and almost 2 per cent higher in terms of the physical volume of output. The year's economic performance was marred by a poor crop outturn in Western Canada, estimated to have been lower than in the previous year by about \$400 million; this represents a production loss of about 1 per cent on a Gross National Product base of \$36.8 billion.

The upswing in activity in 1961 was characterized by sharply rising exports—to the United

States, where a strong recovery from the 1960 business down-turn was under way—and to Communist China and Eastern Europe where special sales of wheat raised the level of agricultural exports to new levels. The year was also characterized by the reversal of a decline in business outlays for new plant and equipment in the last half of the year. Business inventories, which had been liquidated briefly in 1960, were being accumulated at a modest rate throughout most of 1961; in the fourth quarter of the year, the build-up became more pronounced and added a sizeable element of new strength to the expansion of total demand. Consumer expenditure, following a small but unusual decline in the first quarter of 1961, advanced moderately thereafter, with outlays for consumer durable goods showing a sharp recovery during the course of the year. Government outlays for new goods and services continued to give support to the rising level of total demand throughout 1961. Outlays for new housing showed little pronounced trend during the year, but moved irregularly at a level only slightly above the average for the year 1960 as a whole.

A perspective on these developments in terms of the annual averages for 1960 and 1961 is given in the following table.

**Changes in Components of Gross National Expenditure, 1960 to 1961**

	Year 1960	Year 1961	Change	Per cent change
	billions of dollars			
<b>Fixed capital formation plus inventories:</b>				
Residential construction .....	1.4	1.5	—	1.0
Non-residential construction .....	2.6	2.6	0.1	2.7
Machinery and equipment .....	2.7	2.4	-0.3	-10.6
Inventories .....	0.4	-0.2	-0.6	—
(Non-farm business inventories) .....	(0.3)	(0.2)	(-0.1)	—
<b>Sub-totals .....</b>	<b>7.1</b>	<b>6.3</b>	<b>-0.8</b>	<b>-11.3</b>
<b>Other purchases:</b>				
Consumer expenditure .....	23.4	24.3	0.9	3.8
Government expenditure .....	6.7	7.2	0.5	7.5
Exports .....	7.0	7.6	0.6	7.9
<b>Sub-totals .....</b>	<b>37.1</b>	<b>39.1</b>	<b>1.9</b>	<b>5.2</b>
<b>Total final purchases plus inventory investment (total supply) .....</b>	<b>44.2</b>	<b>45.4</b>	<b>1.2</b>	<b>2.6</b>
Less imports .....	-8.2	-8.5	-0.3	4.0
<b>Gross National Expenditure (total production) .....</b>	<b>35.9</b>	<b>36.8</b>	<b>0.8</b>	<b>2.5</b>

**Note:** Percentage changes are based on unrounded data. Figures will not add by +0.1 or -0.1 due to rounding.



These developments on the demand side in 1961 were accompanied by changes in the direction and magnitude of the income flows. The down-trend in corporation profits which was a prominent feature of 1960 was sharply reversed in 1961, and by the fourth quarter of the year corporation profits were running at a seasonally adjusted annual rate about 30 per cent ahead of the first quarter trough, and 4 per cent above the previous peak in the fourth quarter of 1959. The trend of labour income was more strongly upward in 1961 than in the previous year, with the fourth quarter rate at a level some 6 per cent above the same period twelve months earlier. The revenues of the government sector reflected this rising flow of incomes during 1961, as well as higher levels of imports and sales, with the result that the deficit on consolidated government account was somewhat narrower in the last half of the year.

### Production

The increase of close to 2 per cent in the volume of total output in 1961 was mainly attributable to gains in the service industries, where production is estimated to have risen by about 3 per cent. In the goods-producing industries the advance in production was fractional, amounting to only about one-half of 1 per cent. This latter development reflected in part the sharp drop in crop production in 1961, noted earlier, and also a decline in output in the forestry industry. Most other goods-producing industries showed sizeable advances in 1961.

Production of manufactured goods was higher than in the previous year, by 2.0 per cent, with non-durable goods up by 3½ per cent and durables higher by about one-half per cent in terms of the annual averages. However, it may be noted that within the year 1961, the durables group showed a better performance, rising by 12 per cent between January and December, compared with a 7 per cent advance in the non-durables group for the same period. In part, these differences reflect the fact that the decline in durables production during the previous year was much steeper than that which occurred in the non-durable goods group.

All main non-durable manufacturing groups showed gains in 1961, with the exception of the clothing products group, which was unchanged. Gains ranged from 1 per cent in chemicals and in printing and publishing to more than 10 per cent in leather and textile products. Rubber products were higher by 2 per cent, foods and beverages, paper products and petroleum products by 3 per cent, and tobacco products by 6 per cent. Strength in the textile group was particularly widespread, with all components higher, particularly cottons and synthetics.

Changes in the major groups of durables manufacturing were mostly marginal, being of the order of 1 per cent. The one exception was a 4 per cent gain in non-metallic mineral products, which reflected greater activity in the construction-oriented indus-

tries. In spite of a 7 per cent gain in primary steel, the iron and steel product group as a whole was only slightly higher, reflecting declines in agricultural implements and in the bridge and structural steel industry. A decline of 1 per cent took place in total transportation equipment production.

The output of Canadian mines increased by almost 4 per cent in 1961, reflecting for the most part considerably higher crude petroleum and natural gas production. Although metal mining was regaining some of the lost ground toward the end of 1961, the year as a whole was some 7 per cent lower than 1960, associated with the continued decline of uranium production and lower iron ore output; nickel and lead showed strong gains throughout the year. Non-metal mining was 10 per cent higher, reflecting a large increase in asbestos output.

Among the other goods-producing industries, output in the public utilities industry increased by 7 per cent in 1961, and output in the construction industry by 3 per cent.

Within the service industries, all major groups showed advances in 1961, including gains of 5 per cent in transportation, storage and communication, 3 per cent in finance, insurance, and real estate, 2 per cent in trade, and 4 per cent in government service.

The 5 per cent gain in transportation, storage, and communication reflected advances in air transport, water transport, and oil and gas pipelines; the volume of output in urban and suburban passenger services declined further in 1961, while the volume of railway services showed no change.

Within the trade group, sales volume changes were small. The larger increases occurred in the variety, furniture, appliance, and radio stores, while the more notable declines were in the motor vehicle and farm implement trades. The gain in the volume of output in the government service reflected mainly higher employment at the provincial and municipal levels of government.

### Employment

These developments in the production of goods and services in 1961 were closely matched by corresponding changes on the employment side. Total employment, like output, rose by 2 per cent over the previous year, implying little change in the rate of output per person employed. The highest rates of gain, approaching 6 per cent in some cases, occurred in the services groups, while employment in the goods-producing industries, with the exception of manufacturing, was lower. The advance of 3 per cent in manufacturing employment in 1961 contrasts with the decline of about 1½ per cent in the previous year. The increases in the manufacturing and service industries more than accounted for the total increase in employment, but there were some offsetting declines in the construction and other primary industries.

In the early months of the year there was a downward movement in the level of employment in the predominantly male-employing manufacturing and construction industries, but by spring this was reversed, and a rising trend emerged for the remainder of the year.

The labour market continued to offer relatively more opportunities for women than for men in 1961 although the disparity was less marked than in 1960. The increase in the number of employed women was

about 5 per cent, whereas the increase in the number of employed men was only one-half of 1 per cent. The narrowing of the difference between 1960 and 1961 reflects mainly the improvement in job opportunities in the more cyclically sensitive manufacturing industries during the course of the past year.

The percentage changes in male, female and total employment by broad industry groups is shown in the following table:

Employment by Industry – All Status Groups

	Average – year 1960	Average – year 1961	Per cent change men	Per cent change women	Per cent change total
	'000's of persons				
Agriculture .....	675	674	- 1.4	14.0	- 0.1
Other primary industry <sup>1</sup> .....	206	183	-11.9	<sup>2</sup>	-11.2
Manufacturing .....	1,470	1,515	2.8	3.6	3.1
Construction .....	418	406	- 3.2	9.1	- 2.9
Transportation and other utilities .....	516	509	- 1.3	—	- 1.4
Trade .....	981	983	- 0.1	0.6	0.2
Finance, insurance, and real estate .....	226	239	9.2	1.9	5.8
Government service .....	372	382	1.7	4.6	2.7
Other service <sup>3</sup> .....	1,091	1,160	4.5	7.7	6.3
<b>Total employed</b> .....	<b>5,955</b>	<b>6,049</b>	<b>0.4</b>	<b>4.9</b>	<b>1.6</b>
<b>Total employed ex. agriculture</b> .....	<b>5,280</b>	<b>5,375</b>	<b>0.7</b>	<b>4.5</b>	<b>1.8</b>

<sup>1</sup> Includes forestry, fishing and trapping, mining, quarrying and oil wells.

<sup>2</sup> Estimates less than 10,000.

<sup>3</sup> Includes business, personal, community and public, and recreational services.

### Value, Volume, and Price

Price changes were small in 1961. From the fourth quarter of 1960 through to the fourth quarter of 1961, the price of all goods and services as measured by the implicit Gross National Expenditure price deflator is estimated to have risen by only about one-half of 1 per cent. For the year as a whole, the over-all price increase was the smallest for several years, amounting to less than 1 per cent over the average for the full year 1960. The price component of imports of goods and services is estimated to have risen by close to 3 per cent, associated with the exchange rate decline after mid-

year.<sup>1</sup> This development was also reflected in the price component of machinery and equipment investment, which has a high import content. In the consumer sector, there was little change in the price component of total goods sold at retail, but the price of services continued to increase although at a somewhat slower rate than in the recent past. It may be noted that the introduction of a 3 per cent retail sales tax by the Province of Ontario in September is reflected in the relatively small increase in prices at the consumer level in 1961.

<sup>1</sup> Since imports are excluded by definition from Canada's Gross National Product, the increase in import prices which followed the decline in the exchange rate after mid-year is not reflected in the over-all implicit price deflator of Gross National Expenditure.



## Per cent Changes – Value, Volume, and Price

	Year 1960 Year 1959			Year 1961 Year 1960		
	Value	Volume	Price <sup>1</sup>	Value	Volume	Price <sup>1</sup>
Personal expenditure .....	3.9	2.7	1.2	3.8	2.9	0.9
Goods .....	2.8	2.2	0.5	3.3	3.0	0.2
Services .....	5.7	3.4	2.2	4.7	2.8	1.8
Government expenditure .....	3.6	1.4	2.2	7.5	5.6	1.8
Gross fixed capital formation .....	- 2.9	- 5.0	2.2	- 3.0	- 3.9	0.9
New residential construction .....	-16.8	-19.0	2.7	1.0	0.5	0.5
New non-residential construction .....	- 0.5	- 2.8	2.4	2.7	2.3	0.4
New machinery and equipment .....	3.9	2.0	1.9	-10.6	-12.1	1.7
Exports of goods and services .....	5.1	4.1	0.9	7.9	6.7	1.2
Total final demand .....	2.9	1.5	1.3	4.0	2.9	1.0
Imports of goods and services .....	0.4	- 1.0	1.4	4.0	1.1	2.8
Gross National Expenditure <sup>2</sup> .....	3.3	1.9	1.4	2.5	1.8	0.7

<sup>1</sup> Implicit price indexes.

<sup>2</sup> Since imports are excluded by definition from Canada's Gross National Product, the increase in import prices which followed the decline in the exchange rate after mid-year is not reflected in the over-all implicit price deflator of Gross National Expenditure.

## COMPONENTS OF GROSS NATIONAL EXPENDITURE

## Personal Expenditure on Consumer Goods and Services

After a weak first quarter, consumer spending picked up in succeeding quarters and for the year 1961 as a whole reached \$24.3 billion, a gain of 4 per cent over the level of the preceding year. Price increases were again moderate, amounting to less than 1 per cent, so that most of the rise in spending represents an increase in real consumption.

As in the recent past, the strongest rate of growth came from spending on services, which was up almost 5 per cent in 1961. Most of the service categories registered some gains, the sharpest rate of advance being the 9 per cent increase in spending for medical care. Spending for shelter is estimated to have risen by 5 per cent, on transportation by 3 per cent and on personal services by 5 per cent.

## Consumer Expenditure

	Per cent change	
	Year 1959 to year 1960	Year 1960 to year 1961
Non-durables .....	3.5	3.8
Durables .....	-0.4	1.0
Appliances and radios .....	-4.5	2.7
Home furnishings and furniture .....	-2.9	2.1
Autos (new and used) .....	2.0	0.4
Other .....	1.4	-1.2
Services .....	5.7	4.7
Total Personal Expenditure (goods and services) .....	3.9	3.8

In 1961, as in 1960, purchases of durables showed little change. The increase of 1 per cent compares with the marginal decline recorded in 1960. All the advance in spending was for durables other than automobiles; purchases of cars were

almost unchanged. There were increases in purchasing of the three categories of household durables, home furnishings, appliances and radios and furniture.

These year-to-year comparisons for the durables group conceal a changing trend within the year. A sharp decline in the first quarter, reflecting a drop in automobile purchases, was followed by an upturn in durable buying in the three succeeding quarters of the year. The greatest strength was shown in the third quarter, where outlays for all classes of durable goods were advancing.

Spending for non-durables rose by nearly 4 per cent in 1961. The increases in spending were well distributed over the non-durable categories. Among the larger items were increases in food and clothing of 2 per cent, tobacco and alcoholic beverages of 2½ per cent, fuel of 3 per cent, and household cleaning supplies of 5 per cent.

Personal income in 1961 was higher than in the previous year by a little over 3 per cent; however, an increase of 6 per cent in direct taxes paid by persons reduced the gain in disposable income to just under 3 per cent. This represented a considerably smaller advance than the 4 per cent rise in consumer spending, so that the rate of personal saving declined, from 5.9 per cent of disposable income in 1960, to 5.1 per cent in 1961.

#### Business Gross Fixed Capital Formation

Business gross fixed capital formation, including housing, was estimated at \$6.5 billion in 1961, a decline of about 3 per cent below the 1960 level. All of the decline was centred in business outlays for plant and equipment, which were lower by about 4 per cent; outlays for new housing were very little changed from the levels of the preceding year. The 4 per cent decline in outlays for plant and equipment reflected a large drop, amounting to 11 per cent, in business investment for new machinery and equipment; non-residential construction expenditures in 1961 were higher than the previous year by close to 3 per cent.

The over-all decline in outlays for plant and equipment in 1961 reflected a considerable falling off in investment activity in the durable manufacturing industries, in transportation, and in trade. The low point in outlays appears to have been

reached in the second quarter, followed by some recovery in the latter part of the year. By the fourth quarter of 1961, the seasonally adjusted rate of plant and equipment investment was running about 4 per cent above the 1961 annual average, although it was 15 per cent below the record peak reached in the first quarter of 1957.

The decline of 11 per cent in outlays for new machinery and equipment in 1961 reflected major cutbacks in the programmes of the manufacturing and utilities group. The drop of 10 per cent in expenditures by manufacturers in the face of a rising level of production suggests a lack of any general pressures on productive capacity during the year. The 19 per cent decline in machinery and equipment investment by the utilities group is associated with the completion of major projects by the railways and electric power utilities.

The relatively small gain in outlays for non-residential construction in 1961 was associated mainly with a sharp increase in expenditures undertaken by the mining industry, and an expanded building programme in the institutional sector; both hospitals and universities undertook larger capital programmes in 1961. However, these increases were partially offset by reduced spending in the manufacturing industries, particularly the primary metals group and the group processing products of petroleum and coal.

The total value of housing put-in-place showed little change between 1960 and 1961. At a level of \$1.5 billion, the total value of housing construction was only about 1 per cent above that of the previous year. The number of housing units started in 1961 rose from 109,000 units in 1960 to 126,000 units (16 per cent) but the number of units completed fell from 124,000 to 116,000 (-6.5 per cent). The rate of starts, which had risen sharply in the latter part of 1960 and early 1961, in association with the liberalization of lending terms under the National Housing Act, was lower in the last three quarters of the year. The approval of loans under the National Housing Act increased by 67 per cent, to 63,044 in the year; direct lending by Central Mortgage and Housing Corporation increased by just over \$100 million to a level of \$271 million.

#### Total Mortgage Loans Approved (Dwelling Units)

	Year 1960	Year 1961	Per cent change
National Housing Act mortgage loans:			
Chartered banks .....	89	17	-80.9
Life, trust, loan companies, etc. ....	21,724	38,626	77.8
C.M.H.C. ....	15,932	24,401	53.2
Sub-totals .....	37,745	63,044	67.0
Conventional mortgage loans:			
All lending institutions .....	42,164	41,465	- 1.7
Totals .....	79,909	104,509	30.8



### Investment in Non-Farm Business Inventories

Except in the fourth quarter, when there was a pronounced building up of stocks, accumulation of business inventories had only a small impact on the rate of economic activity in 1961. The change in business inventories by major category for the years 1957 to 1960 and quarterly for 1961 are shown in the accompanying table.

Manufacturers' stocks were being depleted at an increasing rate until the fourth quarter of 1961 when the movement was sharply reversed. The last quarter's accumulation spread through every stage of fabrication. This build-up was accompanied by rising new orders and a mounting backlog of unfilled orders. In spite of the fourth quarter build-up the ratio of stocks to sales at year-end was the lowest since the end of 1955.

### Non-Farm Business Inventories

Industry	Year				Quarters 1961 (Seasonally adjusted at annual rates)				Year
	1957	1958	1959	1960	(1)	(2)	(3)	(4)	1961
millions of dollars									
Manufacturing .....	140	-149	151	66	-24	-60	-84	252	21
Wholesale .....	71	-44	119	15	68	16	-4	176	64
Retail .....	27	10	125	174	-64	20	204	224	96
Other .....	67	-14	19	19	80	192	-12	-148	28
<b>Totals .....</b>	<b>305</b>	<b>-197</b>	<b>414</b>	<b>274</b>	<b>60</b>	<b>168</b>	<b>104</b>	<b>504</b>	<b>209</b>

The build-up of inventories in wholesale and retail trade was most pronounced in the closing quarter of the year, particularly at the wholesale level where a sharp turn-around occurred. In both groups the quarterly pattern was to a large extent a reflection of partially offsetting movements in stocks of durable and non-durable goods.

Thus, the contraction in the deficit on international current account from \$1.1 billion to \$0.9 billion (on the National Accounts basis) was one of the notable developments of the year; the deficit in 1961 was the smallest in any year since 1955. Among the factors raising the value of Canadian trade was the change in the exchange rate of the Canadian dollar. The improvement in the deficit was wholly attributable to the emergence of a surplus in merchandise trade, the first in many years; the deficit on invisible transactions continued to rise to reach the highest level on record, partly because of the unusually high level of dividends paid abroad in the first quarter of the year.

### Exports and Imports of Goods and Services

Canada's exports of goods and services rose to \$7.6 billion in 1961, an increase of nearly 8 per cent over the level of 1960. At the same time, imports of goods and services rose by 4 per cent.

### Domestic Exports

	Per cent change				
	1Q '61 1Q '60	2Q '61 2Q '60	3Q '61 3Q '60	4Q '61 4Q '60	Year 1961 Year 1960
<b>Leading commodities</b>					
Newsprint paper .....	4.5	1.3	-0.8	-2.5	0.4
Wheat .....	17.6	85.4	83.3	58.4	61.2
Lumber and timber .....	-7.4	1.8	6.5	8.6	2.5
Wood pulp .....	-1.3	12.0	5.6	10.1	6.6
Uranium ore .....	-32.4	-12.9	-30.9	-29.2	-26.9
Aluminum and products .....	-24.7	-3.7	7.7	-4.3	-6.9
Nickel .....	9.0	19.7	39.0	74.6	34.7
Copper and products .....	-8.8	-15.3	-13.5	1.3	-9.3
Fish and fishery products .....	6.9	-6.1	4.8	12.9	4.8
Farm machinery and implements .....	-13.9	-5.4	-4.6	5.1	-6.6
<b>Total domestic exports .....</b>	<b>-2.6</b>	<b>7.6</b>	<b>13.5</b>	<b>18.3</b>	<b>9.5</b>
<b>Leading countries</b>					
United States .....	-13.1	-0.4	12.1	26.0	6.0
United Kingdom .....	5.3	-8.3	-0.5	1.0	-0.7
European common market countries .....	18.9	27.2	9.1	1.4	11.5
Japan .....	6.7	68.8	32.9	20.8	29.5
Other .....	18.9	36.9	31.1	20.2	28.6
<b>Total domestic exports .....</b>	<b>-2.6</b>	<b>7.6</b>	<b>13.5</b>	<b>18.3</b>	<b>9.5</b>

Merchandise exports followed a rising trend through the year and for the year as a whole were \$5.9 billion, 9 per cent higher than in 1960, most of this rise being in volume. Among the influences fostering the growth in exports was the recovery in the United States from a mild and short-lived recession and large sales of wheat to Communist China and Eastern Europe. Exports were also notably higher to Japan, Latin America, and some countries in Western Europe. Exports to the United Kingdom were unchanged, while exports to other countries of the Sterling Area declined slightly.

The rise in wheat exports accounted for about half the total increase in exports in 1961. Other important contributors were such commodities as nickel, forest products, petroleum and natural gas, cattle and aircraft. Partially offsetting were reduced sales of such major commodities as uranium, iron ore, copper and aluminum.

Merchandise imports, estimated at \$5.7 billion, were up about 3 per cent in 1961, most of this increase being accounted for by the rise in prices of imports. The record value in 1961 compares with

a previous peak of \$5.6 billion in 1956, when import prices were considerably lower.

The advance in imports was concentrated in the second half of the year and reflects the renewal of expansionary influences at that time. The gain in imports was widely distributed by commodities. Preliminary data indicate increased imports of many industrial materials and machinery and equipment items, and toward the end of the year, increased purchases of some grain and other agricultural products to help make good the loss in production in Western Canada. Imports of some other types of consumer goods were also higher at the end of the year.

Turning to consider the service account, receipts from services rose by nearly 4 per cent while payments for services rose by nearly 6 per cent. The major factor on the side of payments was a more than 15 per cent rise in the outflow of interest and dividends, a large part of which was concentrated in the first quarter of the year. On the receipts side, there was a considerable rise in income from tourism and travel expenditures, partially offset by changes in other items.

### Exports and Imports of Merchandise and Services

	Year 1960	Quarters 1961 (Seasonally adjusted at annual rates)				Year 1961	Per cent change Year '61 Year '60
		(1)	(2)	(3)	(4)		
		millions of dollars					
<b>Exports:</b>							
Merchandise .....	5,400	5,564	5,608	6,156	6,256	5,896	9.2
Services (including interest and dividend receipts) .....	1,622	1,620	1,708	1,700	1,700	1,682	3.7
Interest and dividend receipts .....	(178)	(184)	(232)	(188)	(180)	(196)	10.1
<b>Totals .....</b>	<b>7,022</b>	<b>7,184</b>	<b>7,316</b>	<b>7,856</b>	<b>7,956</b>	<b>7,578</b>	<b>7.9</b>
<b>Imports:</b>							
Merchandise .....	5,545	5,476	5,464	5,856	6,072	5,717	3.1
Services (including interest and dividend payments) .....	2,615	2,868	2,720	2,752	2,740	2,770	5.9
Interest and dividend payments .....	(669)	(892)	(732)	(748)	(712)	(771)	15.2
<b>Totals .....</b>	<b>8,160</b>	<b>8,344</b>	<b>8,184</b>	<b>8,608</b>	<b>8,812</b>	<b>8,487</b>	<b>4.0</b>

### The Government Sector

Government expenditures on goods and services exerted an expansionary influence on the economy in 1961. At an estimated level of \$7.2 billion, they were 7½ per cent higher than in 1960.

The highest rate of increase was in Federal Government outlays for purposes other than defence—14.7 per cent—but defence expenditure was also

up significantly. The substantial rise in non-defence outlays reflected higher wage and salary payments, increased public investment outlays, and the accumulation of inventories held by the Agricultural Stabilization Board. At the same time, outlays by provincial and municipal governments were higher by about 7 per cent. Higher wages and salaries were an important element in the increment at all levels of government.



## Government Expenditure and Revenue

	Year 1960	Year 1961	Per cent change
	billions of dollars		
Government expenditure:			
Goods and services .....	6.7	7.2	7.5
Transfer payments to persons .....	3.1	3.3	7.1
Interest on public debt .....	1.1	1.1	4.4
Subsidies .....	0.2	0.3	6.4
<b>Totals<sup>1</sup></b> .....	<b>11.1</b>	<b>11.9</b>	<b>7.1</b>
Government revenue:			
Direct taxes—Persons .....	2.4	2.5	6.2
Direct taxes—Corporations .....	1.6	1.6	3.1
Withholding taxes <sup>2</sup> .....	0.1	0.1	41.6
Indirect taxes .....	4.7	4.9	4.5
Investment income .....	1.1	1.1	5.1
Employer—employee contributions .....	0.7	0.8	6.3
<b>Totals<sup>1</sup></b> .....	<b>10.5</b>	<b>11.0</b>	<b>5.1</b>
Deficit .....	0.6	0.9	37.8

<sup>1</sup> Excludes inter-governmental transfers.

<sup>2</sup> Withholding tax receipts increased sharply in 1961, up 42 per cent to \$109 million, owing largely to an adjustment to bring the tax rate up to 15 per cent for most investment earnings leaving Canada. This change was introduced in the December, 1960, Budget.

Note: Percentage changes are based on unrounded data. Figures will not add by +0.1 or -0.1 due to rounding.

Transfer payments to persons increased by about 7 per cent. Transfers paid by the Federal Government were only slightly higher; higher payments were made under social security schemes, but this was offset by the fact that the 1960 figures include payments under the Western Grain Producers Acreage Payment Plan. The major rate of increase—17 per cent—was at the provincial level. The magnitude of this increase is largely accounted for by the rapidly expanding costs of the hospital insurance schemes and the introduction of the provincial government hospital insurance in Quebec at the beginning of the year. An 11 per cent increase in municipal transfer payments is mainly attributable to direct relief.

The changes in expenditure mentioned above, together with some increase in interest on the public debt and in subsidies, brought total government outlays excluding inter-governmental transfers up 7 per cent. At the same time, government revenues rose, reflecting the improvement in economic conditions during the course of the year and some revisions in tax rates. However, the increase was not as large as in expenditure, so that the gap between revenue and expenditure left a deficit (on a National Accounts basis) of over \$890 million in 1961, compared with one of about \$650 million in 1960.

## COMPONENTS OF GROSS NATIONAL PRODUCT

## Labour Income

Labour income continued to rise in 1961, and at an estimated \$18.9 billion, was a little more than 4 per cent above 1960, an advance somewhat greater than that in the preceding year. The gain reflected the strengthening of the employment situation during the course of the year, which made for increased numbers of paid workers as well as a somewhat longer work week in some industries. Higher average earnings also played a part.

Most industrial divisions shared in the advance in labour income. Forestry, mining, and construction are the three exceptions; in these industries employment was reduced in 1961. As in the past several years the major gains were in the service-producing group; labour income in non-government

service was up 10 per cent, in government service close to 9 per cent, and in finance, insurance and real estate more than 7 per cent. The advance in the important manufacturing segment, where employment began to pick up during the course of the year, was slightly more than 3 per cent.

## Income from Farm Operations

Accrued net income of farm operators was at a level of \$937 million in 1961, about 22 per cent lower than the preceding year. All of the decline can be attributed to the reduction in grain production resulting from drought conditions in the Prairies. This factor, along with the greatly increased export demand for wheat, led to a marked drawing down of farm-held grain inventories in 1961.

At year-end, the carry-over of grain on farms and in commercial channels was the lowest since 1950.

Cash income from the sale of farm products reached an all-time high level in 1961. Major items contributing to the increase were greater returns

from the sale of wheat, cattle, calves, poultry, hogs, tobacco and dairy products. The sharp increases in Canadian Wheat Board participation payments and in the undistributed profits of the Wheat Board were a reflection of the higher wheat export sales during the year.

#### Accrued Net Income of Farm Operators from Farm Production

	Year 1960	Year 1961	Change	Per cent change 1961 1960
millions of dollars				
Farm cash income (excluding Canadian Wheat Board Payments) .....	2,702	2,798	96	3.6
Income-in-kind .....	352	350	- 2	- 0.6
Farm inventory change .....	15	-314	-329	
<b>Gross income</b> .....	<b>3,069</b>	<b>2,834</b>	<b>-235</b>	<b>- 7.7</b>
Deduct:				
Farm operating expenses .....	1,609	1,696	87	5.4
Depreciation .....	299	305	6	2.0
Add:				
Adjustment on grain transactions <sup>1</sup> .....	85	159	74	87.1
Other adjustments .....	-52	- 55	- 3	
Accrued net income of farm operators .....	1,194	937	-257	-21.5

<sup>1</sup> Includes Canadian Wheat Board participation payments as well as the undistributed profits of the Wheat Board.

#### Corporate Profits

After declining in the first quarter, corporate profits (before taxes and before dividends paid abroad) rose substantially in each of the three succeeding quarters in response to the quickening in economic activity. By the fourth quarter they were at a seasonally adjusted annual rate of \$3.8 billion, 30 per cent above the annual rate of \$3.0 billion in the first quarter, and 4 per cent above the previous peak attained in the fourth quarter

of 1959. For the year as a whole the increase amounted to about 5 per cent. Among the factors tending to raise corporate profits during the year was the decline in the exchange rate on the Canadian dollar which has pushed up profit margins in a number of commodity-producing industries whose prices are set in world markets.

The following table indicates movements of corporation profits in selected industries that occurred in 1961.

#### Corporation Profits — Selected Industries

	Year 1960	Year 1961	Per cent change 1961 1960
millions of dollars			
Mining, quarrying and oil wells .....	348	404	16.1
Manufacturing .....	1,462	1,538	5.2
Foods and beverages .....	241	258	7.1
Paper products .....	248	275	10.9
Iron and steel products .....	350	345	- 1.4
Electrical apparatus and supplies .....	60	50	-16.7
Petroleum and coal products .....	104	109	4.8
Textile products .....	53	65	22.6
Non-metallic mineral products .....	58	62	6.9
Chemical products .....	116	126	8.6
Transportation, communication and storage .....	257	262	1.9
Public utility operations .....	76	81	6.6
Wholesale trade .....	210	213	1.4
Retail trade .....	221	223	0.9
Finance, insurance and real estate .....	500	521	4.2
Service .....	70	67	- 4.3
<b>Total all industries</b> .....	<b>3,277</b>	<b>3,438</b>	<b>4.9</b>





## Percentage Distribution of Gross Domestic Product at Factor Cost, by Industry, 1955 - 61

Line No.		1955	1956	1957	1958	1959	1960	1961
1	Agriculture .....	7.3	7.2	5.5	5.9	5.3	5.5	4.6
2	Forestry .....	1.8	1.7	1.5	1.1	1.2	1.3	1.1
3	Fishing and trapping .....	0.4	0.4	0.3	0.4	0.3	0.3	0.3
4	Mining, quarrying, and oil wells .....	4.4	4.4	4.3	3.9	4.2	4.2	4.3
5	Manufacturing .....	27.9	28.0	27.8	26.4	26.6	26.0	25.9
6	Construction .....	5.7	6.4	6.8	6.7	6.1	5.7	5.5
7	Transportation .....	7.1	7.3	7.1	6.6	6.8	6.5	6.5
8	Storage .....	0.3	0.3	0.3	0.3	0.3	0.3	0.3
9	Communication .....	1.9	2.0	2.0	2.1	2.2	2.3	2.3
10	Electric power, gas, and water utilities .....	2.7	2.8	3.1	3.2	3.2	3.4	3.4
11	Wholesale trade .....	4.4	4.6	4.8	4.7	4.8	4.6	4.6
12	Retail trade .....	9.2	9.0	9.0	9.5	9.4	9.4	9.5
13	Finance, insurance, and real estate .....	9.4	8.6	9.3	9.9	10.1	10.4	10.6
14	Public administration and defence .....	6.5	6.4	6.8	7.2	7.1	7.3	7.7
15	Service .....	11.0	10.9	11.4	12.1	12.4	12.8	13.4
16	<b>Totals</b> .....	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

## Percentage Distribution of Personal Income by Source, 1955 - 61

Line No.		1955	1956	1957	1958	1959	1960	1961
1	Wages, salaries, and supplementary labour income .....	64.6	65.6	66.5	64.5	64.7	64.0	64.5
2	Military pay and allowances .....	2.0	2.0	2.1	2.0	1.9	1.9	2.0
3	Net income received by farm operators from farm production .....	6.1	6.5	4.4	4.9	4.3	4.4	3.2
4	Net income of non-farm unincorporated business .....	9.1	9.0	8.7	8.6	8.5	8.0	8.0
5	Interest, dividends, and net rental income of persons .....	9.3	8.7	9.2	9.2	9.8	10.1	10.2
6	Transfer payments (excluding interest) .....	8.9	8.2	9.1	10.8	10.8	11.6	12.1
7	<b>Totals</b> .....	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

## Selected Per Person Income and Product Series in Current and Constant Dollars, 1955 - 61

Line No.		1955	1956	1957	1958	1959	1960	1961
<b>Current dollars</b>								
1	Gross National Product .....	1,728	1,902	1,921	1,926	1,990	2,011	2,020
2	Personal Income .....	1,257	1,361	1,396	1,445	1,486	1,521	1,538
3	Personal Disposable Income .....	1,162	1,253	1,281	1,340	1,366	1,389	1,401
4	Personal Expenditure on Consumer Goods and Services ....	1,108	1,171	1,208	1,244	1,287	1,308	1,330
<b>Constant (1957) dollars</b>								
5	Gross National Expenditure .....	1,849	1,959	1,921	1,890	1,904	1,897	1,893
6	Personal Expenditure on Consumer Goods and Services ....	1,166	1,211	1,208	1,212	1,237	1,243	1,253



SECTION A

INCOME AND EXPENDITURE ACCOUNTS

1. Summary Tables



TABLE 1. National Income and Gross National Product, 1955-61

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Wages, salaries, and supplementary labour income .....	13,223	14,890	16,018	16,521	17,463	18,119	18,884
2	Military pay and allowances .....	394	424	476	491	496	509	550
3	Corporation profits before taxes <sup>1</sup> .....	2,965	3,345	3,056	3,075	3,498	3,277	3,438
4	Deduct: Dividends paid to non-residents .....	-395	-437	-475	-470	-501	-470	-588
5	Rent, interest, and miscellaneous investment income .....	1,684	1,767	1,980	2,104	2,281	2,390	2,529
6	Accrued net income of farm operators from farm production <sup>2</sup> .....	1,264	1,450	1,026	1,200	1,118	1,194	937
7	Net income of non-farm unincorporated business <sup>3</sup> .....	1,791	1,965	2,008	2,125	2,192	2,190	2,249
8	Inventory valuation adjustment <sup>4</sup> .....	-189	-238	-78	-35	-130	-55	-86
9	<b>Net National Income at factor cost</b> .....	<b>20,737</b>	<b>23,166</b>	<b>24,011</b>	<b>25,011</b>	<b>26,417</b>	<b>27,154</b>	<b>27,913</b>
10	Indirect taxes less subsidies .....	3,237	3,636	3,861	3,882	4,251	4,446	4,643
11	Capital consumption allowances and miscellaneous valuation adjustments .....	3,266	3,642	4,009	3,899	4,159	4,293	4,349
12	Residual error of estimate .....	-108	141	28	102	-43	35	-61
13	<b>Gross National Product at market prices</b> .....	<b>27,132</b>	<b>30,585</b>	<b>31,909</b>	<b>32,894</b>	<b>34,784</b>	<b>35,928</b>	<b>36,844</b>

<sup>1</sup> In previous publications, this item was shown after deduction of dividends paid to non-residents, it is now however inclusive of such dividends. In order to derive series consistent with past published figures, lines 3 and 4 must be combined.

<sup>2</sup> Includes changes in farm inventories in millions of dollars as follows:

1955	198	1958	-92	1961	-314
1956	241	1959	-76		
1957	-125	1960	15		

An adjustment has been made to take account of the accrued earnings of farm operators arising out of the operations of the Canadian Wheat Board. (See footnote 5, Table 52).

<sup>3</sup> Includes net income of independent professional practitioners.

<sup>4</sup> See footnote 5, Table 2.

TABLE 2. Gross National Expenditure, 1955-61

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Personal expenditure on consumer goods and services .....	17,389	18,833	20,072	21,245	22,495	23,387	24,253
2	Government expenditure on goods and services <sup>1</sup> .....	4,792	5,386	5,722	6,180	6,449	6,683	7,183
3	<i>Current expenditure</i> <sup>2</sup> .....	3,758	4,126	4,340	4,791	4,926	5,113	5,567
4	<i>Gross fixed capital formation</i> <sup>3</sup> .....	1,034	1,260	1,382	1,389	1,523	1,570	1,616
5	Business gross fixed capital formation <sup>4</sup> .....	5,210	6,774	7,335	6,975	6,894	6,692	6,493
6	<i>New residential construction</i> .....	1,378	1,526	1,409	1,763	1,734	1,443	1,458
7	<i>New non-residential construction</i> .....	1,848	2,589	3,103	2,811	2,589	2,577	2,647
8	<i>New machinery and equipment</i> .....	1,984	2,659	2,823	2,401	2,571	2,672	2,388
9	Value of physical change in inventories <sup>5</sup> .....	311	1,084	231	-322	350	359	-238
10	<i>Non-farm business inventories</i> .....	133	808	305	-197	414	274	209
11	<i>Farm inventories and grain in commercial channels</i> .....	178	276	-74	-125	-64	85	-447
12	Exports of goods and services <sup>6</sup> .....	5,764	6,365	6,391	6,340	6,683	7,022	7,578
13	Deduct: Imports of goods and services .....	-6,443	-7,715	-7,813	-7,423	-8,131	-8,160	-8,487
14	Residual error of estimate .....	109	-142	-29	-101	44	-35	62
15	<b>Gross National Expenditure at market prices</b> .....	<b>27,132</b>	<b>30,585</b>	<b>31,909</b>	<b>32,894</b>	<b>34,784</b>	<b>35,928</b>	<b>36,844</b>

<sup>1</sup> Includes defence expenditure which is shown in footnote 2, Table 37.

<sup>2</sup> Also includes net purchases of government commodity agencies and the defence production revolving fund. Excludes shipments of previously produced military equipment to NATO countries but includes replacements of new equipment.

<sup>3</sup> Includes outlay on new durable assets such as building and highway construction by governments, other than government business enterprises (for detail see footnote 1, Table 43, and lines 2, 3 and 4, Table 54).

<sup>4</sup> Includes capital expenditures by private and government business enterprises, private non-commercial institutions, and outlays on new residential construction by individuals and business investors. Total "Private and Public Investment in Canada" can be obtained by adding lines 4 and 5.

<sup>5</sup> The book value of inventories is deflated to remove the effect of price changes and the derived "physical" change is then valued at average prices of the current period to obtain the value of physical change. The difference between this value of physical change and the change in book value is called the inventory valuation adjustment (see line 8, Table 1).

<sup>6</sup> Excludes shipments of military equipment to NATO countries under the Defence Appropriation Act. See also Table 55.

**TABLE 3. Relation between Net National Income at Factor Cost, Personal Income, Personal Disposable Income, and Personal Net Saving, 1955-61**

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	<b>Net National Income at factor cost .....</b>	<b>20,737</b>	<b>23,166</b>	<b>24,011</b>	<b>25,011</b>	<b>26,417</b>	<b>27,154</b>	<b>27,913</b>
2	Add: Transfer payments (excluding interest on the public debt and charitable contributions from corporations) <sup>1</sup> .....	1,737	1,766	2,076	2,637	2,756	3,121	3,343
3	Add: Interest on the public debt <sup>1</sup> .....	669	714	739	782	954	1,079	1,126
4	Deduct: Earnings not paid out to persons <sup>2</sup> .....	- 3,405	- 3,761	- 3,635	- 3,755	- 4,155	- 4,176	- 4,333
5	<b>Equals: Personal income .....</b>	<b>19,738</b>	<b>21,885</b>	<b>23,191</b>	<b>24,675</b>	<b>25,972</b>	<b>27,178</b>	<b>28,049</b>
6	Deduct: Personal direct taxes .....	- 1,499	- 1,732	- 1,917	- 1,795	- 2,087	- 2,357	- 2,504
7	<b>Equals: Personal disposable income .....</b>	<b>18,239</b>	<b>20,153</b>	<b>21,274</b>	<b>22,880</b>	<b>23,885</b>	<b>24,821</b>	<b>25,545</b>
8	Deduct: Personal expenditure on consumer goods and services .....	-17,389	-18,833	-20,072	-21,245	-22,495	-23,367	-24,253
9	<b>Equals: Personal net saving .....</b>	<b>850</b>	<b>1,320</b>	<b>1,202</b>	<b>1,635</b>	<b>1,390</b>	<b>1,454</b>	<b>1,292</b>
10	Value of physical change in farm inventories .....	198	241	- 125	- 92	- 76	15	- 314
11	Personal saving excluding change in farm inventories .....	652	1,079	1,327	1,727	1,466	1,439	1,606

<sup>1</sup> Since National Income excludes transfer payments and personal income includes them, items 2 and 3 are added back here. However, charitable contributions from corporations are not added since they are included in National Income.

<sup>2</sup> This item includes: undistributed corporation profits, corporation profits taxes, withholding taxes, government investment income, adjustment on grain transactions, inventory valuation adjustment, and employer and employee contributions to social insurance and government pension funds.

**TABLE 4. Relation between Gross National Product at Market Prices and Gross Domestic Product at Factor Cost, 1955-61**

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	<b>Gross National Product at market prices .....</b>	<b>27,132</b>	<b>30,585</b>	<b>31,909</b>	<b>32,894</b>	<b>34,784</b>	<b>35,928</b>	<b>36,844</b>
2	Deduct: Residual error of estimate .....	108	- 141	- 28	- 102	43	-35	61
3	Indirect taxes less subsidies .....	-3,237	-3,636	-3,861	-3,882	-4,251	-4,446	-4,643
4	Income received from non-residents .....	- 160	- 142	- 154	- 168	- 182	- 178	- 196
5	Add: Income paid to non-residents .....	483	523	589	612	671	669	771
6	<b>Gross domestic product at factor cost .....</b>	<b>24,326</b>	<b>27,189</b>	<b>28,455</b>	<b>29,354</b>	<b>31,065</b>	<b>31,938</b>	<b>32,837</b>



TABLE 5. Gross National Expenditure in Constant (1957) Dollars, 1955-61<sup>1,2</sup>

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Personal expenditure on consumer goods and services .....	18,304	19,478	20,072	20,707	21,630	22,212	22,859
2	Government expenditure on goods and services .....	5,319	5,664	5,722	6,113	6,171	6,257	6,608
3	Current expenditure .....	4,191	4,345	4,340	4,606	4,586	4,604	4,849
4	Gross fixed capital formation .....	1,135	1,319	1,382	1,507	1,585	1,653	1,759
5	Adjusting entry .....	- 7	-	-	-	-	-	-
6	Business gross fixed capital formation .....	5,682	7,014	7,335	6,825	6,562	6,231	5,990
7	New residential construction .....	1,468	1,567	1,409	1,722	1,633	1,323	1,329
8	New non-residential construction .....	2,004	2,666	3,103	2,767	2,473	2,404	2,460
9	New machinery and equipment .....	2,204	2,781	2,823	2,336	2,456	2,504	2,201
10	Adjusting entry .....	6	-	-	-	-	-	-
11	Change in inventories .....	461	1,086	231	- 314	324	333	- 262
12	Non-farm business inventories .....	165	812	305	- 196	403	265	209
13	Farm inventories and grain in commercial channels .....	238	274	- 74	- 118	- 79	68	- 471
14	Adjusting entry .....	58	-	-	-	-	-	-
15	Exports of goods and services .....	5,894	6,333	6,391	6,365	6,610	6,884	7,343
16	Deduct: Imports of goods and services .....	-6,825	-7,921	-7,813	-7,313	-8,058	-7,977	-8,067
17	Residual error of estimate .....	116	- 146	- 29	- 99	42	- 33	58
18	Adjusting entry .....	67	-	-	-	-	-	-
19	Gross National Expenditure in constant (1957) dollars .....	29,018	31,508	31,909	32,284	33,281	33,907	34,529
20	Index, line 19, 1949=100 .....	134.2	145.7	147.6	149.3	153.9	156.8	159.7

<sup>1</sup> These data are given on a 1949 time base in Tables 56 and 57 in order to provide continuity with Tables 5 and 6 in "National Accounts, Income and Expenditure, 1926-1956".

<sup>2</sup> For annual data for the period 1947-1954, on a 1957 time base, see Tables 9 and 18 "National Accounts, Income and Expenditure, by Quarters, 1947-61" (to be published shortly).

TABLE 6. Implicit Price Indexes - Gross National Expenditure, 1955-61<sup>1,2</sup>  
(1957 = 100.0)

Line No.		1955	1956	1957	1958	1959	1960	1961
1	Personal expenditure on consumer goods and services .....	95.0	96.7	100.0	102.6	104.0	105.2	106.1
2	Government expenditure on goods and services .....	90.1	95.1	100.0	101.1	104.5	106.8	108.7
3	Current expenditure .....	89.7	95.0	100.0	104.0	107.4	111.1	114.8
4	Gross fixed capital formation .....	91.1	95.5	100.0	92.2	96.1	95.0	91.9
5	Business gross fixed capital formation .....	91.7	96.6	100.0	102.2	105.1	107.4	108.4
6	New residential construction .....	93.9	97.4	100.0	102.4	106.2	109.1	109.7
7	New non-residential construction .....	92.2	97.1	100.0	101.6	104.7	107.2	107.6
8	New machinery and equipment .....	90.0	95.6	100.0	102.8	104.7	106.7	108.5
9	Exports of goods and services .....	97.8	100.5	100.0	99.6	101.1	102.0	103.2
10	Imports of goods and services .....	94.4	97.4	100.0	101.5	100.9	102.3	105.2
11	Residual error of estimate .....	93.7	97.0	100.0	101.9	104.5	105.9	106.6
12	Gross National Expenditure at market prices .....	93.5	97.1	100.0	101.9	104.5	106.0	106.7

<sup>1</sup> These implicit indexes are currently weighted price indexes. They reflect not only pure price changes, but also changing expenditure patterns within and between major groups. The implicit price index for Gross National Expenditure is derived by dividing the total of current dollars by the total of constant dollars.

<sup>2</sup> For annual data for the period 1947-1954 on a 1957 time base, see Table 19 in "National Accounts, Income and Expenditure, by Quarters, 1947-61" (to be published shortly).

## 2. Analysis of Income and Expenditure Accounts by Sectors of the Canadian Economy



**TABLE 7. Personal Income and Expenditure Account, 1955-61**  
Income

Item No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Wages, salaries, and supplementary labour income:							
	(a) From business (28 a) .....	11,081	12,517	13,379	13,572	14,274	14,645	15,093
	(b) From governments (19 bi) .....	1,682	1,871	2,088	2,333	2,509	2,704	2,947
	(c) From persons (9b) .....	460	502	551	616	680	770	844
	(d) Deduct employer and employee contributions to social insurance and government pension funds (17) .....	-476	-532	-590	-615	-651	-735	-781
2	Military pay and allowances (19 bli) .....	394	424	476	491	496	509	550
3	Net income received by farm operators from farm production <sup>1</sup> (28 c) .....	1,200	1,430	1,026	1,201	1,123	1,188	909
4	Net income of non-farm unincorporated business (28 e) ..	1,791	1,965	2,008	2,125	2,192	2,190	2,249
5	Interest, dividends, and net rental income of persons <sup>2</sup> (44 a) .....	1,840	1,908	2,141	2,277	2,551	2,742	2,850
6	Transfer payments (excluding interest):							
	(a) From governments (20 b) .....	1,737	1,766	2,076	2,637	2,756	3,121	3,343
	(b) Charitable contributions from corporations (44 b) .....	29	34	36	38	42	44	45
7	<b>Totals</b> .....	<b>19,738</b>	<b>21,885</b>	<b>23,191</b>	<b>24,675</b>	<b>25,972</b>	<b>27,178</b>	<b>28,049</b>

<sup>1</sup> This item differs from line 6 of Table 1 by excluding the adjustment which has been made to take account of the accrued net earnings arising out of the operations of the Canadian Wheat Board.

<sup>2</sup> Includes all government debt interest paid to persons.

**TABLE 8. Personal Income and Expenditure Account, 1955-61**  
Expenditure

Item No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
8	Personal direct taxes:							
	(a) Income taxes (12 a) .....	1,297	1,496	1,693	1,554	1,744	1,978	2,126
	(b) Succession duties and estate taxes (12b).....	127	146	126	126	130	158	146
	(c) Miscellaneous (12 c) .....	75	90	98	115	213	221	232
9	Purchases of goods and services:							
	(a) From business (24 a) .....	16,375	17,714	18,879	19,968	21,088	21,839	22,640
	(b) Direct services (1 c) .....	460	502	551	616	680	770	844
	(c) Travel expenditure (34 a) .....	449	498	525	542	598	627	633
	(d) Other expenditures abroad (34 b) .....	105	119	117	119	129	131	136
10	Personal net saving <sup>1</sup> (48) .....	850	1,320	1,202	1,635	1,390	1,454	1,292
11	<b>Totals</b> .....	<b>19,738</b>	<b>21,885</b>	<b>23,191</b>	<b>24,675</b>	<b>25,972</b>	<b>27,178</b>	<b>28,049</b>

<sup>1</sup> This series includes changes in farm inventories, see Table 3.

**TABLE 9. Government Revenue and Expenditure Account, 1955 - 61<sup>1</sup>**  
Revenue

Item No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
12	Direct taxes - Persons:							
	(a) Income taxes (8 a) .....	1,297	1,496	1,693	1,554	1,744	1,978	2,126
	(b) Succession duties and estate taxes (8b) .....	127	146	126	126	130	158	146
	(c) Miscellaneous (8 c) .....	75	90	98	115	213	221	232
13	Direct taxes - Corporations:							
	(a) Income tax collections (44 c) .....	1,109	1,373	1,550	1,339	1,437	1,687	1,574
	(b) Excess of income tax liabilities over income tax collections <sup>2</sup> (44d) .....	163	40	-213	-24	143	-125	36
14	Withholding taxes (44 e) .....	67	69	83	48	72	77	109
15	Indirect taxes (29 a) .....	3,319	3,759	3,977	4,028	4,455	4,681	4,893
16	Investment income:							
	(a) Interest (44 f) .....	238	258	293	363	421	466	486
	(b) Profits of government business enterprises (44 g) .....	515	576	556	574	577	592	626
17	Employer and employee contributions to social insurance and government pension funds (1 d) ..	476	532	590	615	651	735	781
18	<b>Totals<sup>3</sup></b> .....	<b>7,386</b>	<b>8,339</b>	<b>8,753</b>	<b>8,738</b>	<b>9,843</b>	<b>10,470</b>	<b>11,009</b>

<sup>1</sup> See also Table 36.

<sup>2</sup> See footnote 2, Table 50.

<sup>3</sup> Inter-governmental transfers are not included in this total, since in the consolidation of the government sector such transactions cancel out. For details of inter-governmental transfers, see Table 46.

**TABLE 10. Government Revenue and Expenditure Account, 1955 - 61<sup>1</sup>**  
Expenditure

Item No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
19	Purchase of goods and services: <sup>2</sup>							
	(a) From business (24 b) .....	2,716	3,091	3,158	3,356	3,444	3,470	3,686
	(b) Direct service:							
	(i) Wages and salaries (1 b) .....	1,682	1,871	2,088	2,333	2,509	2,704	2,947
	(ii) Military pay and allowances (2) .....	394	424	476	491	496	509	550
20	Transfer payments:							
	(a) Interest (45) .....	669	714	739	782	954	1,079	1,126
	(b) Other (6 a) .....	1,737	1,766	2,076	2,637	2,756	3,121	3,343
21	Subsidies (29 b) .....	82	123	116	146	204	235	250
22	Surplus (+) or deficit (-) (on transactions relating to the National Accounts) <sup>3</sup> (51) .....	106	350	100	-1,007	-520	-648	-893
23	<b>Totals<sup>4</sup></b> .....	<b>7,386</b>	<b>8,339</b>	<b>8,753</b>	<b>8,738</b>	<b>9,843</b>	<b>10,470</b>	<b>11,009</b>

<sup>1</sup> See also Table 37.

<sup>2</sup> See line 2, Table 2.

<sup>3</sup> For a reconciliation of the federal content of this consolidated surplus (or deficit) with the conventional federal budgetary surplus (or deficit) see Table 53.

<sup>4</sup> In addition to total expenditure, this item includes the government surplus or deficit. Inter-governmental transfers are not included in this total, since in the consolidation of the government sector such transactions cancel out. For details of inter-governmental transfers, see Table 46.



**TABLE 11. Business Operating Account, 1955 - 61**  
Revenue

Item No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
24	Sales to residents:							
	(a) Persons (9 a) .....	16,375	17,714	18,879	19,968	21,088	21,839	22,640
	(b) Governments <sup>1</sup> (19 a) .....	2,716	3,091	3,158	3,356	3,444	3,470	3,686
	(c) Business gross fixed capital formation: <sup>2</sup>							
	(i) New residential construction (54 a) .....	1,378	1,526	1,409	1,763	1,734	1,443	1,458
	(ii) New non-residential construction (54 b) .....	1,848	2,589	3,103	2,811	2,589	2,577	2,647
	(iii) New machinery and equipment (54 c) ....	1,984	2,659	2,823	2,401	2,571	2,672	2,388
	(d) Value of physical change in inventories (55) .....	311	1,084	231	-322	350	359	-238
25	Sales to non-residents:							
	(a) Travel expenditure (38 b) .....	328	337	363	349	391	420	473
	(b) Other (38 c) .....	5,276	5,886	5,874	5,823	6,110	6,424	6,909
26	Residual error of estimate .....	109	-142	-29	-101	44	-35	62
27	<b>Totals</b> .....	<b>30,325</b>	<b>34,744</b>	<b>35,811</b>	<b>36,048</b>	<b>38,321</b>	<b>39,169</b>	<b>40,025</b>

<sup>1</sup> See footnotes 1, 2, 3, Table 2.<sup>2</sup> See footnotes 4, Table 2.

**TABLE 12. Business Operating Account, 1955 - 61**  
Expenditure

Item No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
28	Factor costs:							
	(a) Wages, salaries, and supplementary labour income (1 a) .....	11,081	12,517	13,379	13,572	14,274	14,645	15,093
	(b) Investment income (excluding interest and dividends received from non-residents and including interest and dividends paid to non-residents) (41) .....	4,577	5,056	4,996	5,153	5,767	5,688	5,954
	(c) Net income received by farm operators from farm production <sup>1</sup> (3) .....	1,200	1,430	1,026	1,201	1,123	1,188	909
	(d) Adjustment on grain transactions <sup>2</sup> (49 c) .....	64	20	-	- 1	- 5	6	28
	(e) Net income of non-farm unincorporated business (4) .....	1,791	1,965	2,008	2,125	2,192	2,190	2,249
	(f) Inventory valuation adjustment (50) .....	-189	-238	- 78	- 35	-130	- 55	-86
29	Other costs:							
	(a) Indirect taxes (15) .....	3,319	3,759	3,977	4,028	4,455	4,681	4,893
	(b) Less subsidies (21) .....	- 82	-123	-116	-146	-204	-235	-250
	(c) Capital consumption allowances and miscellaneous valuation adjustments (49 b) .....	3,266	3,642	4,009	3,899	4,159	4,293	4,349
30	Purchases from non-residents (33 b) .....	5,406	6,575	6,582	6,150	6,733	6,733	6,947
31	Residual error of estimate .....	-108	141	28	102	- 43	35	- 61
32	<b>Totals</b> .....	<b>30,325</b>	<b>34,744</b>	<b>35,811</b>	<b>36,048</b>	<b>38,321</b>	<b>39,169</b>	<b>40,025</b>

<sup>1</sup> See footnote 1, Table 7.<sup>2</sup> This item is the adjustment to take account of the accrued earnings of farm operators arising out of the operations of the Canadian Wheat Board. See footnote 5, Table 52.

**TABLE 13. Non-Residents' Revenue and Expenditure Account, 1955-61<sup>1</sup>**

Receipts from Canada  
(Canadian Imports)

Item No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
33	Receipts from business:							
	(a) Interest and dividends (46a) .....	416	455	512	523	567	539	631
	(b) Other than interest and dividends (30) .....	5,406	6,575	6,582	6,150	6,733	6,733	6,947
34	Receipts from persons:							
	(a) Travel expenditure (9c) .....	449	498	525	542	598	627	633
	(b) All other receipts (9d) .....	105	119	117	119	129	131	136
35	Receipts from Government—Interest (46b) .....	67	68	77	89	104	130	140
36	Surplus (+) or deficit (-) on current account (on transactions relating to the National Accounts) (56) ..	-679	-1,350	-1,422	-1,083	-1,448	-1,138	-909
37	<b>Totals</b> .....	<b>5,764</b>	<b>6,365</b>	<b>6,391</b>	<b>6,340</b>	<b>6,683</b>	<b>7,022</b>	<b>7,578</b>

<sup>1</sup> These figures differ from those shown in reports on *The Canadian Balance of International Payments*, Dominion Bureau of Statistics, because adjustments have been made to the figures of receipts and payments to achieve consistency with other component series, See Table 55.

**TABLE 14. Non-Residents' Revenue and Expenditure Account, 1955-61<sup>1</sup>**

Payments to Canada  
(Canadian Exports)

Item No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
38	Payments to business:							
	(a) Interest and dividends (42a) .....	80	73	81	81	89	77	90
	(b) Travel expenditure (25a) .....	328	337	363	349	391	420	473
	(c) Other payments (25b) .....	5,276	5,886	5,874	5,823	6,110	6,424	6,909
39	Payments to other sectors:							
	Interest and dividends (42b) .....	80	69	73	87	93	101	106
40	<b>Totals</b> .....	<b>5,764</b>	<b>6,365</b>	<b>6,391</b>	<b>6,340</b>	<b>6,683</b>	<b>7,022</b>	<b>7,578</b>

<sup>1</sup> See footnote 1, Table 13.

**TABLE 15. Investment Income Appropriation Account, 1955-61**

Source

Item No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
41	Investment income (excluding interest and dividends received from non-residents and including interest and dividends paid to non-residents) (28b) .....	4,577	5,056	4,996	5,153	5,787	5,688	5,954
42	Interest and dividends from non-residents received by:							
	(a) Corporations (38a) .....	80	73	81	81	69	77	90
	(b) Other sectors (39) .....	80	69	73	87	93	101	106
43	<b>Totals</b> .....	<b>4,737</b>	<b>5,198</b>	<b>5,150</b>	<b>5,321</b>	<b>5,949</b>	<b>5,866</b>	<b>6,150</b>

**TABLE 16. Investment Income Appropriation Account, 1955-61**

## Disposition

Item No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
44	To Canadian residents:							
	(a) Interest, dividends, and net rental income of persons (5) .....	1,840	1,908	2,141	2,277	2,551	2,742	2,850
	(b) Charitable contributions from corporations (6b) ....	29	34	36	38	42	44	45
	(c) Corporation income tax collections (13a) .....	1,109	1,373	1,550	1,339	1,437	1,687	1,574
	(d) Excess of corporation income tax liabilities over collections <sup>1</sup> (13b) .....	163	40	-213	- 24	143	- 125	36
	(e) Withholding taxes (14) .....	67	69	83	48	72	77	109
	(f) Government interest revenue (16a) .....	238	258	293	363	421	466	486
	(g) Profits of government business enterprises (16b) .....	515	576	556	574	577	592	626
	(h) Undistributed corporation profits (49a) .....	962	1,131	854	876	989	793	779
45	Less: Interest on the public debt (20a) .....	-669	-714	-739	-782	-954	-1,079	-1,126
46	To non-residents, interest and dividends received from:							
	(a) Business (33a) .....	416	455	512	523	567	539	631
	(b) Government (35) .....	67	68	77	69	104	130	140
47	<b>Totals</b> .....	<b>4,737</b>	<b>5,198</b>	<b>5,150</b>	<b>5,321</b>	<b>5,949</b>	<b>5,866</b>	<b>6,150</b>

<sup>1</sup> See footnote 2, Table 50.**TABLE 17. National Saving Account, 1955-61**

## Source

Item No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
48	Personal net saving (10) .....	850	1,320	1,202	1,635	1,390	1,454	1,292
49	Business gross saving:							
	(a) Undistributed corporation profits (44h) .....	962	1,131	854	876	989	793	779
	(b) Capital consumption allowances and miscellaneous valuation adjustments <sup>1</sup> (29c) .....	3,266	3,642	4,009	3,899	4,159	4,293	4,349
	(c) Adjustment on grain transactions (28d) .....	64	20	-	- 1	- 5	6	28
50	Inventory valuation adjustment (28f) .....	-189	-238	-78	- 35	-130	- 55	- 86
51	Government surplus (+) or deficit (-) (22) .....	106	350	100	-1,007	-520	-648	-893
52	Residual error of estimate .....	-108	141	28	102	- 43	35	- 61
53	<b>Totals</b> .....	<b>4,951</b>	<b>6,366</b>	<b>6,115</b>	<b>5,469</b>	<b>5,840</b>	<b>5,878</b>	<b>5,408</b>

<sup>1</sup> Includes capital consumption allowances of incorporated and unincorporated business as well as depreciation on dwellings. See also Table 51.



**TABLE 18. National Saving Account, 1955-61**  
Disposition

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
54	Business gross fixed capital formation: <sup>1</sup>							
	(a) New residential construction (24 ci) .....	1,378	1,526	1,409	1,763	1,734	1,443	1,458
	(b) New non-residential construction (24 cii) ....	1,848	2,589	3,103	2,811	2,589	2,577	2,647
	(c) New machinery and equipment (24 ciil) .....	1,984	2,659	2,823	2,401	2,571	2,672	2,388
55	Value of physical change in inventories (24 d) ....	311	1,084	231	- 322	350	359	-238
56	Surplus (+) or deficit (-) on current account with non-residents <sup>2</sup> (36) .....	-679	-1,350	-1,422	-1,083	-1,448	-1,138	-909
57	Residual error of estimate .....	109	- 142	- 29	- 101	44	- 35	62
58	<b>Totals</b> .....	<b>4,951</b>	<b>6,366</b>	<b>6,115</b>	<b>5,469</b>	<b>5,840</b>	<b>5,878</b>	<b>5,408</b>

<sup>1</sup> See footnote 4, Table 2. For reconciliation with *Private and Public Investment* figures published by the Department of Trade and Commerce, see Table 54.

<sup>2</sup> See footnote 1, Table 13.

**TABLE 19. Sector Accounts Consolidation, 1955-61**  
National Income and Gross National Product

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
	<b>Income originating in:</b>							
	<b>Personal sector:</b>							
1	Wages, salaries, and supplementary labour income .....	460	502	551	616	680	770	844
2	<b>Business sector</b> .....	<b>18,524</b>	<b>20,750</b>	<b>21,331</b>	<b>22,015</b>	<b>23,221</b>	<b>23,662</b>	<b>24,147</b>
3	Wages, salaries, and supplementary labour income .....	11,081	12,517	13,379	13,572	14,274	14,645	15,093
4	Investment income (excluding interest and dividends received from non-residents and including interest and dividends paid to non-residents) .....	4,577	5,056	4,996	5,153	5,767	5,688	5,954
5	Net income received by farm operators from farm production .....	1,200	1,430	1,026	1,201	1,123	1,188	909
6	Adjustment on grain transactions .....	64	20	-	- 1	- 5	6	28
7	Net income of non-farm unincorporated business .....	1,791	1,965	2,008	2,125	2,192	2,190	2,249
8	Inventory valuation adjustment .....	-189	-238	- 78	- 35	-130	- 55	- 86
9	<b>Government sector</b> .....	<b>2,076</b>	<b>2,295</b>	<b>2,564</b>	<b>2,824</b>	<b>3,005</b>	<b>3,213</b>	<b>3,497</b>
10	Wages, salaries, and supplementary labour income .....	1,682	1,871	2,088	2,333	2,509	2,704	2,947
11	Military pay and allowances .....	394	424	476	491	496	509	550
12	<b>Non-residents' sector</b> .....	<b>-323</b>	<b>-381</b>	<b>-435</b>	<b>-444</b>	<b>-489</b>	<b>-491</b>	<b>-575</b>
	Interest and dividends paid by non-residents:							
13	(a) To Canadian corporations .....	80	73	81	81	89	77	90
14	(b) To other Canadian sectors .....	80	69	73	87	93	101	106
	Less interest and dividends received by non-residents:							
15	(a) From Canadian business .....	-416	-455	-512	-523	-567	-539	-631
16	(b) From Canadian governments .....	- 67	- 68	- 77	- 89	-104	-130	-140
17	<b>Net national income at factor cost</b> .....	<b>20,737</b>	<b>23,166</b>	<b>24,011</b>	<b>25,011</b>	<b>26,417</b>	<b>27,154</b>	<b>27,913</b>
18	Capital consumption allowances and miscellaneous valuation adjustments .....	3,266	3,642	4,009	3,899	4,159	4,293	4,349
19	Indirect taxes .....	3,319	3,759	3,977	4,028	4,455	4,681	4,893
20	Less subsidies .....	- 82	-123	-116	-146	-204	-235	-250
21	Residual error of estimate .....	-108	141	28	102	- 43	35	- 61
22	<b>Gross National Product at market prices</b> .....	<b>27,132</b>	<b>30,585</b>	<b>31,909</b>	<b>32,894</b>	<b>34,784</b>	<b>35,928</b>	<b>36,844</b>

**TABLE 20. Sector Accounts Consolidation, 1955-61**  
Gross National Expenditure

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
1	<b>Personal expenditure on consumer goods and services .....</b>	<b>17,389</b>	<b>18,833</b>	<b>20,072</b>	<b>21,245</b>	<b>22,495</b>	<b>23,367</b>	<b>24,253</b>
2	Purchases from business .....	16,375	17,714	18,879	19,968	21,088	21,839	22,640
3	Purchases of direct services .....	460	502	551	616	680	770	844
4	Purchases from non-residents .....	554	617	642	661	727	758	769
5	<b>Government expenditure on goods and services ....</b>	<b>4,792</b>	<b>5,386</b>	<b>5,722</b>	<b>6,180</b>	<b>6,449</b>	<b>6,683</b>	<b>7,183</b>
6	Purchases from business .....	2,716	3,091	3,158	3,356	3,444	3,470	3,686
7	Wages and salaries .....	1,682	1,871	2,088	2,333	2,509	2,704	2,947
8	Military pay and allowances .....	394	424	476	491	496	509	550
9	<b>Business gross fixed capital formation .....</b>	<b>5,210</b>	<b>6,774</b>	<b>7,335</b>	<b>6,975</b>	<b>6,894</b>	<b>6,692</b>	<b>6,493</b>
10	New residential construction .....	1,378	1,526	1,409	1,763	1,734	1,443	1,458
11	New non-residential construction .....	1,848	2,589	3,103	2,811	2,589	2,577	2,647
12	New machinery and equipment .....	1,984	2,659	2,823	2,401	2,571	2,672	2,388
13	<b>Value of physical change in inventories .....</b>	<b>311</b>	<b>1,084</b>	<b>231</b>	<b>- 322</b>	<b>350</b>	<b>359</b>	<b>- 238</b>
14	<b>Exports of goods and services .....</b>	<b>5,764</b>	<b>6,365</b>	<b>6,391</b>	<b>6,340</b>	<b>6,683</b>	<b>7,022</b>	<b>7,578</b>
15	Payments to Canadian business .....	5,684	6,296	6,318	6,253	6,590	6,921	7,472
16	Payments to other sectors .....	80	69	73	87	93	101	106
17	<b>Imports of goods and services .....</b>	<b>-6,443</b>	<b>-7,715</b>	<b>-7,813</b>	<b>-7,423</b>	<b>-8,131</b>	<b>-8,160</b>	<b>-8,487</b>
18	Receipts from Canadian business .....	-5,822	-7,030	-7,094	-6,673	-7,300	-7,272	-7,578
19	Receipts from persons .....	- 554	- 617	- 642	- 661	- 727	- 758	- 769
20	Receipts from government .....	- 67	- 68	- 77	- 89	- 104	- 130	- 140
21	<b>Residual error of estimate .....</b>	<b>109</b>	<b>- 142</b>	<b>- 29</b>	<b>- 101</b>	<b>44</b>	<b>- 35</b>	<b>62</b>
22	<b>Gross National Expenditure at market prices .....</b>	<b>27,132</b>	<b>30,585</b>	<b>31,909</b>	<b>32,894</b>	<b>34,784</b>	<b>35,928</b>	<b>36,844</b>

## SECTION B

### INDUSTRIAL DISTRIBUTION OF GROSS DOMESTIC PRODUCT AND OTHER AGGREGATES



TABLE 21. Gross Domestic Product at Factor Cost, by Industry, 1955-61<sup>1</sup>

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Agriculture .....	1,767	1,973	1,551	1,732	1,657	1,755	1,516
2	Forestry .....	438	462	413	336	373	406	357
3	Fishing and trapping .....	85	98	88	108	96	92	100
4	Mining, quarrying, and oil wells .....	1,071	1,196	1,222	1,151	1,295	1,347	1,423
5	Manufacturing .....	6,779	7,605	7,904	7,753	8,270	8,316	8,496
6	Construction .....	1,385	1,752	1,935	1,974	1,896	1,813	1,797
7	Transportation .....	1,719	1,983	2,032	1,940	2,117	2,092	2,151
8	Storage .....	68	79	77	80	90	86	87
9	Communication .....	473	532	581	623	687	723	758
10	Electric power, gas, and water utilities .....	664	768	879	935	1,014	1,075	1,120
11	Wholesale trade .....	1,080	1,260	1,371	1,387	1,480	1,477	1,525
12	Retail trade .....	2,243	2,437	2,573	2,787	2,916	3,000	3,112
13	Finance, insurance, and real estate <sup>2</sup> .....	2,298	2,337	2,646	2,911	3,128	3,329	3,474
14	Public administration and defence .....	1,590	1,738	1,928	2,100	2,200	2,341	2,529
15	Service .....	2,666	2,969	3,255	3,537	3,846	4,086	4,392
16	<b>Totals</b> .....	<b>24,326</b>	<b>27,189</b>	<b>28,455</b>	<b>29,354</b>	<b>31,065</b>	<b>31,938</b>	<b>32,837</b>

<sup>1</sup> For a reconciliation between Gross National Product at market prices and gross domestic product at factor cost, see Table 4. It should be noted that the data for wages, salaries, and supplementary labour income; and the inventory valuation adjustment are on an establishment basis, while the data for net income of unincorporated business; investment income; and capital consumption allowances and miscellaneous valuation adjustments are on a company basis.

Details by industry on capital consumption allowances and miscellaneous valuation adjustments, and the inventory valuation adjustment are not given pending further research, and Tables 22 to 24 are therefore not additive to the above data.

<sup>2</sup> This group includes ownership of dwellings.

TABLE 22. Wages, Salaries, and Supplementary Labour Income, by Industry, 1955-61<sup>1</sup>

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Agriculture .....	161	172	172	178	182	191	202
2	Forestry .....	342	388	354	288	307	346	306
3	Fishing and trapping .....	20	23	21	26	23	23	25
4	Mining, quarrying, and oil wells .....	457	528	569	561	587	588	582
5	Manufacturing .....	4,299	4,766	5,034	5,029	5,303	5,410	5,581
6	Construction .....	936	1,239	1,341	1,346	1,309	1,281	1,261
7	Transportation .....	1,123	1,247	1,306	1,302	1,384	1,374	1,415
8	Storage .....	44	49	53	55	61	60	60
9	Communication .....	303	342	385	413	427	452	473
10	Electric power, gas, and water utilities .....	212	249	288	320	345	357	371
11	Wholesale trade .....	739	830	919	953	1,019	1,071	1,109
12	Retail trade .....	1,187	1,304	1,420	1,488	1,592	1,658	1,724
13	Finance, insurance, and real estate .....	554	619	698	734	772	827	885
14	Public administration and defence <sup>1</sup> .....	1,590	1,738	1,928	2,100	2,200	2,341	2,529
15	Service .....	1,650	1,820	2,006	2,219	2,448	2,649	2,911
16	<b>Totals</b> .....	<b>13,617</b>	<b>15,314</b>	<b>16,494</b>	<b>17,012</b>	<b>17,959</b>	<b>18,628</b>	<b>19,434</b>

<sup>1</sup> Includes military pay and allowances.

TABLE 23. Investment Income, by Industry, 1955-61<sup>1</sup>

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Agriculture .....	44	48	52	55	54	61	62
2	Forestry .....	21	17	5	7	11	10	9
3	Fishing and trapping .....	—	—	—	—	1	—	—
4	Mining, quarrying, and oil wells .....	342	402	344	265	330	370	428
5	Manufacturing .....	1,552	1,722	1,583	1,508	1,728	1,568	1,639
6	Construction .....	86	122	167	190	156	144	142
7	Transportation .....	215	263	185	131	195	172	172
8	Storage .....	12	16	9	13	17	14	13
9	Communication .....	74	81	72	107	146	154	164
10	Electric power, gas, and water utilities .....	301	334	369	383	423	449	472
11	Wholesale trade .....	244	325	295	273	300	252	256
12	Retail trade .....	319	379	391	441	466	431	442
13	Finance, insurance, and real estate .....	1,178	1,129	1,280	1,528	1,661	1,783	1,865
14	Public administration and defence .....	—	—	—	—	—	—	—
15	Service .....	189	218	244	252	279	280	290
16	<b>Totals</b> .....	<b>4,577</b>	<b>5,056</b>	<b>4,996</b>	<b>5,153</b>	<b>5,767</b>	<b>5,688</b>	<b>5,954</b>

<sup>1</sup> The total of this table does not agree with the sum of corporation profits; and rent, interest, and miscellaneous investment income in Table 1. Data in Table 1 are on a national concept basis, while the data in this table are on a domestic concept basis. Interest and dividends paid to non-residents are included in this table and interest and dividends received from non-residents are excluded from this table.

TABLE 24. Accrued Net Income of Farm Operators from Farm Production and Net Income of Non-Farm Unincorporated Business, by Industry, 1955-61

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Agriculture .....	1,264	1,450	1,026	1,200	1,118	1,194	937
2	Forestry .....	62	54	35	29	29	31	27
3	Fishing and trapping .....	39	49	38	57	47	45	49
4	Mining, quarrying, and oil wells .....	6	6	6	6	6	6	6
5	Manufacturing .....	151	176	179	172	171	175	188
6	Construction .....	264	270	281	283	295	253	256
7	Transportation .....	66	71	66	72	79	81	86
8	Storage; communication; and electric power, gas, and water utilities .....	—	—	—	—	—	—	—
9	Retail trade .....	488	544	577	612	628	647	654
10	Wholesale trade .....	55	59	48	60	62	50	52
11	Finance, insurance, and real estate .....	63	68	67	69	70	61	68
12	Service .....	597	668	711	765	805	841	863
13	<b>Totals</b> .....	<b>3,055</b>	<b>3,415</b>	<b>3,034</b>	<b>3,325</b>	<b>3,310</b>	<b>3,384</b>	<b>3,186</b>





TABLE 27. Corporation Profits, by Industry, 1955 - 61

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
1	Agriculture .....	21	16	5	9	10	13	12
2	Forestry .....							
3	Fishing and trapping .....							
4	Mining, quarrying, and oil wells .....	325	382	322	246	310	348	404
5	Manufacturing .....	1,515	1,646	1,469	1,401	1,651	1,462	1,538
6	Construction .....	77	106	150	173	135	120	117
7	Transportation .....	144	177	145	96	131	122	118
8	Storage .....	11	15	8	12	16	13	12
9	Communication .....	43	48	47	81	118	122	132
10	Electric power, gas, and water utilities .....	55	60	61	57	69	76	81
11	Wholesale trade .....	222	295	262	241	262	210	213
12	Retail trade .....	170	213	209	241	262	221	223
13	Finance, insurance, and real estate .....	326	318	301	445	451	500	521
14	Service .....	56	69	77	73	83	70	67
15	Totals <sup>1</sup> .....	2,965	3,345	3,056	3,075	3,498	3,277	3,438

<sup>1</sup> For an analysis of total corporation profits see Table 50.



## SECTION C

### GEOGRAPHICAL DISTRIBUTION OF PERSONAL INCOME



TABLE 28. Personal Income, Geographical Distribution, 1955-61<sup>1</sup>

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
1	Newfoundland .....	277	311	329	343	363	393	414
2	Prince Edward Island .....	69	78	76	85	92	101	100
3	Nova Scotia .....	627	675	721	757	801	839	878
4	New Brunswick .....	450	497	513	541	571	616	630
5	Quebec .....	4,847	5,318	5,742	6,071	6,341	6,651	7,004
6	Ontario .....	7,918	8,617	9,399	9,978	10,540	10,905	11,405
7	Manitoba .....	999	1,126	1,132	1,262	1,324	1,375	1,361
8	Saskatchewan .....	1,022	1,226	1,019	1,107	1,171	1,328	1,095
9	Alberta .....	1,410	1,635	1,660	1,850	1,927	2,004	2,107
10	British Columbia .....	2,064	2,332	2,527	2,608	2,749	2,863	2,947
11	Yukon and Northwest Territories .....	31	43	42	39	42	43	46
12	Foreign Countries <sup>2</sup> .....	24	27	31	34	51	60	62
13	Canada .....	19,738	21,885	23,191	24,675	25,972	27,178	28,049

<sup>1</sup> Geographical distributions of only the main components of personal income are given in Tables 31 to 35 inclusive; these tables, therefore, do not add to the total of personal income.

<sup>2</sup> Includes receipts of income of Canadians temporarily abroad, including pay and allowances of Canadian armed forces abroad.

TABLE 29. Personal Income per Person, Geographical Distribution, 1955-61

Line No.		1955	1956	1957	1958	1959	1960	1961
		dollars						
1	Newfoundland .....	682	749	776	794	823	877	904
2	Prince Edward Island .....	690	788	768	850	911	981	952
3	Nova Scotia .....	918	971	1,029	1,068	1,114	1,154	1,191
4	New Brunswick .....	823	895	913	947	981	1,046	1,054
5	Quebec .....	1,073	1,149	1,204	1,238	1,262	1,293	1,332
6	Ontario .....	1,504	1,594	1,668	1,714	1,766	1,784	1,829
7	Manitoba .....	1,191	1,325	1,313	1,442	1,486	1,518	1,476
8	Saskatchewan .....	1,164	1,392	1,158	1,242	1,291	1,451	1,184
9	Alberta .....	1,292	1,456	1,426	1,534	1,544	1,552	1,582
10	British Columbia .....	1,538	1,667	1,705	1,696	1,754	1,787	1,809
11	Yukon and Northwest Territories .....	1,069	1,387	1,355	1,182	1,235	1,194	1,243
12	Canada .....	1,257	1,361	1,396	1,445	1,486	1,521	1,538

**TABLE 30. Personal Disposable Income,<sup>1</sup> Geographical Distribution, 1955 - 61**

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
1	Newfoundland .....	264	294	311	329	347	375	394
2	Prince Edward Island .....	67	75	73	83	89	97	96
3	Nova Scotia .....	601	644	680	719	761	788	830
4	New Brunswick .....	431	474	484	504	531	573	593
5	Quebec .....	4,463	4,900	5,281	5,667	5,892	6,144	6,453
6	Ontario .....	7,219	7,774	8,536	9,153	9,543	9,785	10,222
7	Manitoba .....	933	1,051	1,054	1,180	1,222	1,263	1,238
8	Saskatchewan .....	964	1,178	949	1,037	1,094	1,244	1,002
9	Alberta .....	1,323	1,536	1,530	1,726	1,787	1,847	1,939
10	British Columbia .....	1,922	2,160	2,306	2,412	2,529	2,606	2,674
11	Yukon and Northwest Territories .....	28	40	39	36	39	39	42
12	Foreign Countries <sup>2</sup> .....	24	27	31	34	51	60	62
13	<b>Canada</b> .....	<b>18,239</b>	<b>20,153</b>	<b>21,274</b>	<b>22,880</b>	<b>23,885</b>	<b>24,821</b>	<b>25,545</b>

<sup>1</sup> Personal disposable income consists of total personal income less personal direct taxes.<sup>2</sup> Taxes paid by Canadians temporarily abroad cannot be estimated and all direct taxes are allocated to provincial personal incomes only.**TABLE 31. Wages, Salaries, and Supplementary Labour Income,<sup>1</sup> Geographical Distribution, 1955 - 61**

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
1	Newfoundland .....	191	215	226	222	236	258	275
2	Prince Edward Island .....	33	36	38	38	42	45	49
3	Nova Scotia .....	405	440	465	475	499	523	546
4	New Brunswick .....	293	327	332	340	362	384	401
5	Quebec .....	3,377	3,817	4,103	4,237	4,449	4,642	4,833
6	Ontario .....	5,546	6,198	6,741	6,973	7,352	7,571	7,911
7	Manitoba .....	635	700	738	771	829	858	885
8	Saskatchewan .....	445	499	534	567	603	615	640
9	Alberta .....	839	961	1,029	1,091	1,168	1,213	1,293
10	British Columbia .....	1,426	1,649	1,765	1,763	1,873	1,957	1,995
11	Yukon and Northwest Territories .....	26	39	37	34	38	40	42
12	Foreign Countries .....	7	9	10	10	12	13	14
13	<b>Canada</b> .....	<b>13,223</b>	<b>14,890</b>	<b>16,018</b>	<b>16,521</b>	<b>17,463</b>	<b>18,119</b>	<b>18,884</b>

<sup>1</sup> Excludes military pay and allowances, includes employer and employee contributions to social insurance and government pension funds.

**TABLE 32. Net Income Received by Farm Operators From Farm Production,<sup>1</sup>  
Geographical Distribution, 1955 - 61**

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Newfoundland .....	2	2	2	2	2	2	2
2	Prince Edward Island .....	11	13	9	12	12	13	6
3	Nova Scotia .....	15	16	15	13	13	14	13
4	New Brunswick .....	17	25	19	18	15	20	10
5	Quebec .....	218	186	176	194	182	180	191
6	Ontario .....	316	297	307	360	297	306	312
7	Manitoba .....	82	127	75	119	102	96	44
8	Saskatchewan .....	296	443	192	191	220	304	67
9	Alberta .....	197	273	181	237	228	201	208
10	British Columbia .....	46	48	50	55	52	52	56
11	Yukon and Northwest Territories .....	—	—	—	—	—	—	—
12	<b>Canada</b> .....	<b>1,200</b>	<b>1,430</b>	<b>1,026</b>	<b>1,201</b>	<b>1,123</b>	<b>1,188</b>	<b>909</b>

<sup>1</sup> This item differs from line 6 Table 1, by excluding the adjustment which has been made to take account of the accrued earnings arising out of the operations of the Canadian Wheat Board.

**TABLE 33. Net Income of Non-Farm Unincorporated Business, Geographical Distribution  
1955 - 61**

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Newfoundland .....	29	33	35	34	38	41	41
2	Prince Edward Island .....	8	10	10	12	13	13	13
3	Nova Scotia .....	69	75	76	82	84	83	85
4	New Brunswick .....	50	52	48	54	56	57	57
5	Quebec .....	395	439	451	465	496	490	512
6	Ontario .....	688	736	752	801	813	798	820
7	Manitoba .....	101	109	114	120	130	133	134
8	Saskatchewan .....	89	104	112	114	117	125	126
9	Alberta .....	135	155	162	176	179	190	194
10	British Columbia .....	224	250	246	265	264	258	265
11	Yukon and Northwest Territories .....	3	2	2	2	2	2	2
12	<b>Canada</b> .....	<b>1,791</b>	<b>1,965</b>	<b>2,008</b>	<b>2,125</b>	<b>2,192</b>	<b>2,190</b>	<b>2,249</b>



**TABLE 34. Interest, Dividends, and Net Rental Income of Persons,  
Geographical Distribution, 1955-61**

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Newfoundland .....	17	18	18	19	22	22	23
2	Prince Edward Island .....	6	6	6	6	7	8	8
3	Nova Scotia .....	46	48	54	55	62	66	69
4	New Brunswick .....	33	34	39	40	45	49	50
5	Quebec .....	439	446	514	530	601	647	680
6	Ontario .....	828	850	966	1,051	1,157	1,244	1,303
7	Manitoba .....	86	94	99	106	118	128	133
8	Saskatchewan .....	78	83	72	76	89	104	92
9	Alberta .....	122	129	137	149	168	178	186
10	British Columbia .....	184	199	235	244	281	295	305
11	Yukon and Northwest Territories .....	1	1	1	1	1	1	1
12	<b>Canada</b> .....	<b>1,840</b>	<b>1,908</b>	<b>2,141</b>	<b>2,277</b>	<b>2,551</b>	<b>2,742</b>	<b>2,850</b>

**TABLE 35. Government Transfer Payments, Excluding Interest, Geographical Distribution,  
1955-61**

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Newfoundland .....	42	47	50	67	67	73	77
2	Prince Edward Island .....	11	11	12	16	16	20	21
3	Nova Scotia .....	72	73	85	105	114	125	134
4	New Brunswick .....	59	62	77	92	95	109	116
5	Quebec .....	467	483	555	709	683	785	885
6	Ontario .....	541	549	655	811	954	1,049	1,119
7	Manitoba .....	90	89	100	142	147	167	174
8	Saskatchewan .....	121	105	117	168	154	193	183
9	Alberta .....	118	121	152	203	198	241	247
10	British Columbia .....	214	224	270	320	324	356	384
11	Yukon and Northwest Territories .....	1	1	2	3	3	2	2
12	Foreign Countries .....	1	1	1	1	1	1	1
13	<b>Canada</b> .....	<b>1,737</b>	<b>1,766</b>	<b>2,076</b>	<b>2,637</b>	<b>2,756</b>	<b>3,121</b>	<b>3,343</b>



## SECTION D

### GOVERNMENT SUPPLEMENTARY TABLES



**TABLE 36. Government Revenue and Expenditure, by Level of Government, 1955-61<sup>1</sup>**  
Revenue

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	<b>Direct taxes — Persons.....</b>	<b>1,499</b>	<b>1,732</b>	<b>1,917</b>	<b>1,795</b>	<b>2,087</b>	<b>2,357</b>	<b>2,504</b>
2	Federal.....	1,325	1,550	1,723	1,581	1,770	2,016	2,132
3	Provincial.....	159	165	176	195	297	319	349
4	Municipal.....	15	17	18	19	20	22	23
5	<b>Direct taxes — Corporations.....</b>	<b>1,272</b>	<b>1,413</b>	<b>1,337</b>	<b>1,315</b>	<b>1,580</b>	<b>1,562</b>	<b>1,610</b>
6	Federal <sup>2</sup> .....	1,210	1,334	1,132	1,075	1,308	1,284	1,320
7	Provincial <sup>3</sup> .....	62	79	205	240	272	278	290
<b>Withholding taxes</b>								
8	Federal.....	67	69	83	48	72	77	109
9	<b>Indirect taxes.....</b>	<b>3,319</b>	<b>3,759</b>	<b>3,977</b>	<b>4,028</b>	<b>4,455</b>	<b>4,681</b>	<b>4,893</b>
10	Federal.....	1,744	1,972	1,990	1,912	2,131	2,181	2,190
11	Provincial.....	739	846	937	960	1,040	1,085	1,214
12	Municipal.....	836	941	1,050	1,156	1,284	1,415	1,489
13	<b>Investment income.....</b>	<b>753</b>	<b>834</b>	<b>849</b>	<b>937</b>	<b>998</b>	<b>1,058</b>	<b>1,112</b>
14	Federal.....	267	296	276	327	350	384	406
15	Provincial.....	309	346	367	390	412	422	441
16	Municipal.....	177	192	206	220	236	252	265
17	<b>Employer and employee contributions to social insurance and government pension funds.....</b>	<b>476</b>	<b>532</b>	<b>590</b>	<b>615</b>	<b>651</b>	<b>735</b>	<b>781</b>
18	Federal.....	324	357	384	391	413	474	507
19	Provincial.....	140	162	192	202	216	237	249
20	Municipal.....	12	13	14	22	22	24	25
21	<b>Transfers from other levels of government.....</b>	<b>799</b>	<b>865</b>	<b>1,001</b>	<b>1,225</b>	<b>1,522</b>	<b>1,725</b>	<b>1,976</b>
22	Provinces — From Canada.....	443	476	505	640	855	966	1,092
23	From municipalities.....	22	18	28	17	24	16	20
24	Municipalities — From Canada.....	7	9	16	23	21	28	31
25	From provinces.....	327	362	452	545	622	715	833
26	<b>Total revenue.....</b>	<b>8,185</b>	<b>9,204</b>	<b>9,754</b>	<b>9,963</b>	<b>11,365</b>	<b>12,195</b>	<b>12,985</b>
27	Federal.....	4,937	5,578	5,588	5,334	6,044	6,416	6,664
28	Provincial.....	1,874	2,092	2,410	2,644	3,116	3,323	3,655
29	Municipal.....	1,374	1,534	1,756	1,985	2,205	2,456	2,666

<sup>1</sup> For total government revenue and expenditure excluding inter-governmental transfers, see Tables 9 and 10.

<sup>2</sup> For details of tax collections and tax liabilities, see Table 50.

<sup>3</sup> See footnote 2, Table 50.

**TABLE 37. Government Revenue and Expenditure, by Level of Government, 1955 - 61<sup>1</sup>**  
Expenditure

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	<b>Goods and services</b> .....	<b>4,792</b>	<b>5,386</b>	<b>5,722</b>	<b>6,180</b>	<b>6,449</b>	<b>6,683</b>	<b>7,183</b>
2	Federal <sup>2</sup> .....	2,510	2,683	2,728	2,854	2,825	2,728	2,970
3	Provincial .....	846	1,041	1,128	1,222	1,346	1,442	1,529
4	Municipal .....	1,436	1,662	1,866	2,104	2,278	2,513	2,684
5	<b>Transfer payments to persons (excluding interest on the public debt)</b> .....	<b>1,737</b>	<b>1,766</b>	<b>2,076</b>	<b>2,637</b>	<b>2,756</b>	<b>3,121</b>	<b>3,343</b>
6	Federal .....	1,232	1,224	1,463	1,899	1,791	1,980	2,014
7	Provincial .....	463	500	564	677	895	1,060	1,239
8	Municipal .....	42	42	49	61	70	81	90
9	<b>Interest on the public debt</b> .....	<b>669</b>	<b>714</b>	<b>739</b>	<b>782</b>	<b>954</b>	<b>1,079</b>	<b>1,126</b>
10	Federal .....	494	524	519	544	678	756	783
11	Provincial .....	97	105	114	119	127	151	158
12	Municipal .....	78	85	106	119	149	172	185
13	<b>Subsidies</b> .....	<b>82</b>	<b>123</b>	<b>116</b>	<b>146</b>	<b>204</b>	<b>235</b>	<b>250</b>
14	Federal .....	75	118	108	131	188	209	220
15	Provincial .....	7	5	8	15	16	26	30
16	<b>Transfers to other levels of governments</b> .....	<b>799</b>	<b>865</b>	<b>1,001</b>	<b>1,225</b>	<b>1,522</b>	<b>1,725</b>	<b>1,976</b>
17	Canada - To provinces .....	443	476	505	640	855	966	1,092
18	To municipalities .....	7	9	16	23	21	28	31
19	Provinces - To municipalities .....	327	362	452	545	622	715	833
20	Municipalities - To provinces .....	22	18	28	17	24	16	20
21	<b>Total expenditure</b> .....	<b>8,079</b>	<b>8,854</b>	<b>9,654</b>	<b>10,970</b>	<b>11,885</b>	<b>12,843</b>	<b>13,878</b>
22	Federal .....	4,761	5,034	5,339	6,091	6,358	6,667	7,110
23	Provincial .....	1,740	2,013	2,266	2,578	3,006	3,394	3,789
24	Municipal .....	1,578	1,807	2,049	2,301	2,521	2,782	2,979
25	<b>Deficit (-) or surplus (+)</b> .....	<b>106</b>	<b>350</b>	<b>100</b>	<b>-1,007</b>	<b>-520</b>	<b>-648</b>	<b>-893</b>
26	Federal <sup>3</sup> .....	176	544	249	- 757	-314	-251	-446
27	Provincial .....	134	79	144	66	110	- 71	-134
28	Municipal .....	-204	-273	-293	- 316	-316	-326	-313
29	<b>Total expenditure minus deficit (or plus surplus)</b> ..	<b>8,185</b>	<b>9,204</b>	<b>9,754</b>	<b>9,963</b>	<b>11,365</b>	<b>12,195</b>	<b>12,985</b>
30	Federal .....	4,937	5,578	5,588	5,334	6,044	6,416	6,664
31	Provincial .....	1,874	2,092	2,410	2,644	3,116	3,323	3,655
32	Municipal .....	1,374	1,534	1,756	1,985	2,205	2,456	2,666

<sup>1</sup> For total government revenue and expenditure excluding inter-governmental transfers, see Tables 9 and 10.

<sup>2</sup> Defence expenditures included in these figures are as follows: 1955, \$1,760 million; 1956, \$1,802 million; 1957, \$1,765 million; 1958, \$1,661 million; 1959, \$1,560 million; 1960, \$1,548 million; and 1961, \$1,617 million.

<sup>3</sup> For the difference between this item and the conventional budgetary surplus or deficit, see reconciliation, Table 53.

**TABLE 38. Direct Taxes - Persons, 1955 - 61**

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
	<b>Federal:</b>							
1	Income .....	1,269	1,461	1,652	1,509	1,692	1,917	2,050
2	Succession duties and estate taxes .....	55	88	69	70	76	97	80
3	Miscellaneous .....	1	1	2	2	2	2	2
4	<b>Totals</b> .....	<b>1,325</b>	<b>1,550</b>	<b>1,723</b>	<b>1,581</b>	<b>1,770</b>	<b>2,016</b>	<b>2,132</b>
	<b>Provincial:</b>							
5	Income .....	28	35	41	45	52	61	76
6	Motor vehicle licences and permits <sup>1</sup> .....	36	47	50	51	58	64	68
7	Succession duties .....	72	58	57	56	54	61	66
8	Hospital insurance premiums .....	9	7	10	24	113	112	119
9	Miscellaneous .....	14	18	18	19	20	21	20
10	<b>Totals</b> .....	<b>159</b>	<b>165</b>	<b>176</b>	<b>195</b>	<b>297</b>	<b>319</b>	<b>349</b>
	<b>Municipal:</b>							
11	Miscellaneous .....	15	17	18	19	20	22	23
12	<b>Grand totals</b> .....	<b>1,499</b>	<b>1,732</b>	<b>1,917</b>	<b>1,795</b>	<b>2,087</b>	<b>2,357</b>	<b>2,504</b>

<sup>1</sup> Personal share only. The business share is treated as an indirect tax.



TABLE 39. Direct Taxes — Corporations, 1955 - 61

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
	<b>Federal:</b>							
1	Income .....	1,210	1,334	1,132	1,075	1,308	1,284	1,320
	<b>Provincial:</b>							
2	Income <sup>1</sup> .....	51	63	184	218	254	250	264
3	Tax on mining and logging profits .....	11	16	21	22	18	28	26
4	<b>Totals</b> .....	<b>62</b>	<b>79</b>	<b>205</b>	<b>240</b>	<b>272</b>	<b>278</b>	<b>290</b>
5	<b>Grand totals</b> .....	<b>1,272</b>	<b>1,413</b>	<b>1,337</b>	<b>1,315</b>	<b>1,580</b>	<b>1,562</b>	<b>1,610</b>

<sup>1</sup> See footnote 2, Table 50.

TABLE 40. Indirect Taxes, 1955 - 61

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
	<b>Federal:</b>							
1	Banks and insurance companies .....	14	15	17	—	—	—	—
2	Customs import duties .....	452	545	523	478	520	515	515
3	Excise duties .....	242	267	287	313	332	345	358
4	Excise taxes .....	1,028	1,131	1,150	1,107	1,255	1,304	1,302
5	Miscellaneous .....	8	14	13	14	24	17	15
6	<b>Totals</b> .....	<b>1,744</b>	<b>1,972</b>	<b>1,990</b>	<b>1,912</b>	<b>2,131</b>	<b>2,181</b>	<b>2,190</b>
	<b>Provincial:</b>							
7	Amusement .....	21	21	21	22	22	23	24
8	Corporation tax (not on profits) .....	18	22	24	26	28	32	33
9	Gasoline .....	261	290	339	355	380	398	430
10	Licences, fees, and permits .....	24	25	26	26	29	28	31
11	Motor vehicle licences and permits <sup>1</sup> .....	61	78	78	85	91	101	107
12	Miscellaneous taxes on natural resources .....	104	119	125	117	132	137	134
13	Real property .....	9	8	8	8	8	8	8
14	Retail sales tax (including liquor and tobacco) ..	158	191	204	204	227	233	308
15	Miscellaneous .....	83	92	112	117	123	125	139
16	<b>Totals</b> .....	<b>739</b>	<b>846</b>	<b>937</b>	<b>960</b>	<b>1,040</b>	<b>1,085</b>	<b>1,214</b>
	<b>Municipal:</b>							
17	Amusement .....	2	2	2	2	2	2	2
18	Licences, fees, and permits .....	26	27	29	30	33	35	36
19	Real property .....	682	765	861	939	1,035	1,138	1,216
20	Retail sales tax .....	44	52	53	59	74	82	68
21	Miscellaneous .....	82	95	105	126	140	158	167
22	<b>Totals</b> .....	<b>836</b>	<b>941</b>	<b>1,050</b>	<b>1,156</b>	<b>1,284</b>	<b>1,415</b>	<b>1,489</b>
23	<b>Grand totals</b> .....	<b>3,319</b>	<b>3,759</b>	<b>3,977</b>	<b>4,028</b>	<b>4,455</b>	<b>4,681</b>	<b>4,893</b>

<sup>1</sup> Business share only. The personal share is treated as a direct tax.



TABLE 41. Government Investment Income, 1955-61

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
<b>Federal:</b>								
1	Interest on government-held public funds .....	68	77	86	101	107	108	109
2	Interest on loans, advances and investments ....	60	55	63	102	128	148	160
3	Profits (net of losses) of government business enterprises .....	139	164	127	124	115	128	137
4	<b>Totals</b> .....	<b>267</b>	<b>296</b>	<b>276</b>	<b>327</b>	<b>350</b>	<b>384</b>	<b>406</b>
<b>Provincial:</b>								
5	Interest on government-held public funds .....	38	41	47	54	61	66	72
6	Interest on loans, advances and investments ....	43	53	60	66	77	89	87
7	Profits (net of losses) of government business enterprises .....	228	252	260	270	274	267	282
8	<b>Totals</b> .....	<b>309</b>	<b>346</b>	<b>367</b>	<b>390</b>	<b>412</b>	<b>422</b>	<b>441</b>
<b>Municipal:</b>								
9	Interest on government-held public funds .....	8	9	9	10	12	14	14
10	Interest on loans, advances and investments ....	21	23	28	30	36	41	44
11	Profits (net of losses) of government business enterprises .....	148	160	169	180	188	197	207
12	<b>Totals</b> .....	<b>177</b>	<b>192</b>	<b>206</b>	<b>220</b>	<b>236</b>	<b>252</b>	<b>265</b>
13	<b>Grand totals</b> .....	<b>753</b>	<b>834</b>	<b>849</b>	<b>937</b>	<b>998</b>	<b>1,058</b>	<b>1,112</b>

TABLE 42. Employer and Employee Contributions to Social Insurance and Government Pension Funds, 1955-61

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
<b>Federal:</b>								
1	Public service pensions .....	159	173	193	206	209	196	230
2	Unemployment insurance .....	165	184	191	185	204	278	277
3	<b>Totals</b> .....	<b>324</b>	<b>357</b>	<b>384</b>	<b>391</b>	<b>413</b>	<b>474</b>	<b>507</b>
<b>Provincial:</b>								
4	Public service pensions .....	49	54	66	78	90	102	112
5	Workmen's compensation .....	77	90	106	104	105	114	115
6	Industrial employee's vacations .....	14	18	20	20	21	21	22
7	<b>Totals</b> .....	<b>140</b>	<b>162</b>	<b>192</b>	<b>202</b>	<b>216</b>	<b>237</b>	<b>249</b>
<b>Municipal:</b>								
8	Public service pensions .....	12	13	14	22	22	24	25
9	<b>Grand totals</b> .....	<b>476</b>	<b>532</b>	<b>590</b>	<b>615</b>	<b>651</b>	<b>735</b>	<b>781</b>

TABLE 43. Government Expenditure on Goods and Services, 1955-61

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
<b>Federal:</b>								
1	Wages, salaries, and supplementary labour income	664	736	810	870	892	935	1,006
2	Military pay and allowances	394	424	476	491	496	509	550
3	Other purchases of goods and services	1,452	1,523	1,442	1,493	1,437	1,284	1,414
4	<b>Totals<sup>1</sup></b>	<b>2,510</b>	<b>2,683</b>	<b>2,728</b>	<b>2,854</b>	<b>2,825</b>	<b>2,728</b>	<b>2,970</b>
<b>Provincial:</b>								
5	Wages, salaries, and supplementary labour income	350	390	437	501	537	614	653
6	Other purchases of goods and services	496	651	691	721	809	828	876
7	<b>Totals<sup>1</sup></b>	<b>846</b>	<b>1,041</b>	<b>1,128</b>	<b>1,222</b>	<b>1,346</b>	<b>1,442</b>	<b>1,529</b>
<b>Municipal:</b>								
8	Wages, salaries, and supplementary labour income	668	745	841	962	1,080	1,155	1,288
9	Other purchases of goods and services	768	917	1,025	1,142	1,198	1,358	1,396
10	<b>Totals<sup>1</sup></b>	<b>1,436</b>	<b>1,662</b>	<b>1,866</b>	<b>2,104</b>	<b>2,278</b>	<b>2,513</b>	<b>2,684</b>
11	<b>Grand totals</b>	<b>4,792</b>	<b>5,386</b>	<b>5,722</b>	<b>6,180</b>	<b>6,449</b>	<b>6,683</b>	<b>7,183</b>

<sup>1</sup> Include fixed capital formation by governments. The major portion of this fixed capital formation is in "other purchases of goods and services". A small portion of the total fixed capital formation is also in the line called "wages, salaries, and supplementary labour income" for work done by the governments' own work force. Fixed capital formation by levels of government is shown below:

	1955	1956	1957	1958	1959	1960	1961
	millions of dollars						
Federal	297	379	365	360	407	372	413
Provincial	351	460	535	518	568	612	615
Municipal	386	421	482	511	548	586	588
<b>Totals</b>	<b>1,034</b>	<b>1,260</b>	<b>1,382</b>	<b>1,389</b>	<b>1,523</b>	<b>1,570</b>	<b>1,616</b>

TABLE 44. Government Transfer Payments Including Interest, 1955-61

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
<b>Federal:</b>								
1	Family allowances	378	394	423	470	487	502	517
2	Re-establishment credits	4	3	2	2	2	3	2
3	Rehabilitation benefits	2	1	1	1	1	1	1
4	Pensions World Wars I and II <sup>1</sup>	119	119	128	137	137	136	158
5	War veterans' allowances	39	44	49	59	62	64	76
6	Unemployment insurance benefits	229	210	305	492	406	482	494
7	Prairie farm assistance act	33	5	2	21	21	25	35
8	Pensions to government employees	38	42	46	50	56	62	68
9	Interest on the public debt	494	524	519	544	678	756	783
10	Old age security fund payments	363	376	433	555	571	587	603
11	Payments to western grain producers				39	2	40	
12	Grants to universities <sup>2</sup>	27	30	28	30		29	16
13	Assistance to immigrants			14	9	2	2	2
14	Miscellaneous			32	34	44	47	42
15	<b>Totals</b>	<b>1,726</b>	<b>1,748</b>	<b>1,982</b>	<b>2,443</b>	<b>2,469</b>	<b>2,736</b>	<b>2,797</b>
<b>Provincial:</b>								
16	Direct relief	17	20	18	14	17	25	32
17	Workmen's compensation benefits	62	70	76	80	85	92	98
18	Old age and blind pensions	57	60	64	79	80	80	91
19	Mothers' and disabled persons allowances	33	37	48	68	73	72	80
20	Pensions to government employees	23	25	28	31	35	38	41
21	Grants to private non-commercial institutions	248	264	290	365	567	703	853
22	Interest on the public debt	97	105	114	119	127	151	158
23	Miscellaneous	23	24	40	40	38	50	44
24	<b>Totals</b>	<b>560</b>	<b>605</b>	<b>678</b>	<b>796</b>	<b>1,022</b>	<b>1,211</b>	<b>1,397</b>
<b>Municipal:</b>								
25	Direct relief	18	19	23	33	44	53	60
26	Pensions to government employees	7	7	6	10	7	8	9
27	Grants to private non-commercial institutions	17	16	20	18	19	20	21
28	Interest on the public debt	78	85	106	119	149	172	185
29	<b>Totals</b>	<b>120</b>	<b>127</b>	<b>155</b>	<b>180</b>	<b>219</b>	<b>253</b>	<b>275</b>
30	<b>Grand totals</b>	<b>2,406</b>	<b>2,480</b>	<b>2,815</b>	<b>3,419</b>	<b>3,710</b>	<b>4,200</b>	<b>4,469</b>

<sup>1</sup> Excludes pensions paid to non-residents, which are treated as government expenditure on goods and services. The amounts in the terminal years 1955 and 1961 were \$12 million and \$15 million, respectively.

<sup>2</sup> These consist only of grants made on a per capita basis.



TABLE 45. Subsidies, 1955 - 61

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
	<b>Federal:</b>							
	Agricultural:							
1	Freight assistance on western feed grains .....	16	17	17	19	22	20	18
2	Hog premiums .....	6	6	6	6	8	7	7
3	Agricultural commodities stabilization board loss .....	6	5	6	15	58	53	23
4	Assistance re storage costs on grain .....	—	44	32	37	42	47	46
5	Miscellaneous .....	2	1	2	3	1	2	1
6	<b>Sub-totals</b> .....	<b>30</b>	<b>73</b>	<b>63</b>	<b>80</b>	<b>131</b>	<b>129</b>	<b>95</b>
	Other subsidies:							
7	Emergency gold mines assistance .....	11	9	9	10	13	12	12
8	Maritime Freight Rates Act .....	11	12	12	15	14	14	13
9	Movement of coal .....	11	9	9	9	13	17	17
10	Miscellaneous .....	12	15	15	17	17	37	83
11	<b>Sub-totals</b> .....	<b>45</b>	<b>45</b>	<b>45</b>	<b>51</b>	<b>57</b>	<b>80</b>	<b>125</b>
12	<b>Total federal subsidies</b> .....	<b>75</b>	<b>118</b>	<b>108</b>	<b>131</b>	<b>188</b>	<b>209</b>	<b>220</b>
13	<b>Total provincial subsidies</b> .....	<b>7</b>	<b>5</b>	<b>8</b>	<b>15</b>	<b>16</b>	<b>26</b>	<b>30</b>
14	<b>Grand totals</b> .....	<b>82</b>	<b>123</b>	<b>116</b>	<b>146</b>	<b>204</b>	<b>235</b>	<b>250</b>

TABLE 46. Transfers to Other Levels of Government, 1955 - 61

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
	<b>Federal:</b>							
	To provinces:							
1	Old age and blind pensions .....	21	24	24	34	35	35	35
2	Disabled persons allowances .....	4	7	9	15	16	16	16
3	Statutory grants .....	20	20	21	21	21	21	21
4	Taxation agreements <sup>1</sup> .....	329	359	362	421	464	507	510
5	Health grants to provinces .....	34	34	33	39	52	47	52
6	Trans-Canada highway .....	20	17	38	55	50	51	42
7	Government contribution under the Hospital Insurance and Diagnostic Services Act .....	—	—	—	17	130	171	265
8	Unemployment assistance .....	—	4	6	18	31	48	80
9	Other .....	15	11	12	20	56	70	71
10	<b>Sub-totals</b> .....	<b>443</b>	<b>476</b>	<b>505</b>	<b>640</b>	<b>855</b>	<b>966</b>	<b>1,092</b>
	To municipalities:							
11	Payments to municipalities .....	7	9	16	23	21	28	31
12	<b>Totals</b> .....	<b>450</b>	<b>485</b>	<b>521</b>	<b>663</b>	<b>876</b>	<b>994</b>	<b>1,123</b>
	<b>Provincial:</b>							
13	To municipalities .....	327	362	452	545	622	715	833
	<b>Municipal:</b>							
14	To provinces .....	22	18	28	17	24	16	20
15	<b>Grand totals</b> .....	<b>799</b>	<b>865</b>	<b>1,001</b>	<b>1,225</b>	<b>1,522</b>	<b>1,725</b>	<b>1,976</b>

<sup>1</sup> These data are after deduction of refunds to the federal government by the provinces on account of Succession duty credits pursuant to the Tax Rental Agreements Act. These amounted to \$4 million in 1958, \$12 million in 1959, \$3 million in 1960 and \$3 million in 1961.





SECTION E  
MISCELLANEOUS TABLES

TABLE 47. Personal Expenditure on Consumer Goods and Services, 1955 - 61

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
1	<b>Food</b> .....	<b>4,236</b>	<b>4,571</b>	<b>4,951</b>	<b>5,236</b>	<b>5,466</b>	<b>5,700</b>	<b>5,805</b>
2	<b>Tobacco and alcoholic beverages</b> .....	<b>1,181</b>	<b>1,278</b>	<b>1,370</b>	<b>1,441</b>	<b>1,552</b>	<b>1,601</b>	<b>1,640</b>
3	Tobacco products and smokers' accessories .....	480	527	570	616	683	702	719
4	Alcoholic beverages .....	701	751	800	825	869	899	921
5	<b>Clothing and personal furnishings</b> .....	<b>1,900</b>	<b>2,037</b>	<b>2,098</b>	<b>2,179</b>	<b>2,262</b>	<b>2,358</b>	<b>2,403</b>
6	Men's and boys' clothing .....	430	463	470	482	500	521	532
7	Women's and children's clothing .....	808	871	898	933	967	998	1,016
8	Footwear .....	231	242	252	269	284	307	307
9	Laundry and dry cleaning .....	142	156	166	172	180	195	208
10	Other .....	289	305	312	323	331	337	340
11	<b>Shelter<sup>1</sup></b> .....	<b>2,454</b>	<b>2,621</b>	<b>2,906</b>	<b>3,154</b>	<b>3,437</b>	<b>3,627</b>	<b>3,804</b>
12	Gross rents paid by tenants .....	694	729	797	854	924	977	1,028
13	Expenses (taxes, insurance, etc.) paid by owner-occupants .....	788	911	1,038	1,159	1,288	1,416	1,524
14	Net imputed residential rent and imputed residential capital consumption allowances .....	770	760	839	903	978	986	1,007
15	Other .....	202	221	232	238	247	248	245
16	<b>Household operation</b> .....	<b>2,272</b>	<b>2,509</b>	<b>2,593</b>	<b>2,701</b>	<b>2,875</b>	<b>2,912</b>	<b>3,000</b>
17	Fuel .....	358	415	425	423	441	421	421
18	Electricity .....	212	235	257	279	306	332	334
19	Gas .....	47	52	60	72	93	108	121
20	Telephone .....	188	221	241	257	285	307	330
21	Furniture .....	284	315	307	310	324	307	310
22	Home furnishings .....	224	245	251	259	274	274	284
23	Appliances, radios and television sets .....	460	491	489	494	512	489	503
24	Other .....	499	535	563	607	640	674	697
25	<b>Transportation</b> .....	<b>2,023</b>	<b>2,211</b>	<b>2,346</b>	<b>2,511</b>	<b>2,724</b>	<b>2,804</b>	<b>2,834</b>
26	Street-car, railway and other fares .....	317	338	368	377	402	412	421
27	New automobiles, used automobiles (net) and house trailers .....	1,018	1,090	1,092	1,130	1,234	1,258	1,263
28	Automotive operating expenses .....	688	783	886	1,004	1,088	1,134	1,150
29	<b>Personal and medical care and death expenses</b> .....	<b>1,166</b>	<b>1,316</b>	<b>1,437</b>	<b>1,611</b>	<b>1,769</b>	<b>1,911</b>	<b>2,041</b>
30	Medical and dental care .....	240	280	306	346	370	395	415
31	Hospital care, private duty nursing, accident and sickness insurance, prepaid medical care .....	440	490	546	626	719	804	900
32	Other .....	486	546	585	639	680	712	726
33	<b>Miscellaneous</b> .....	<b>2,157</b>	<b>2,290</b>	<b>2,371</b>	<b>2,412</b>	<b>2,410</b>	<b>2,454</b>	<b>2,726</b>
34	Motion picture theatres <sup>2</sup> .....	86	81	77	75	68	66	66
35	Newspapers and magazines .....	182	184	196	212	220	228	237
36	Net expenditure abroad .....	156	204	204	236	255	253	212
37	Other .....	1,733	1,821	1,894	1,889	1,867	1,907	2,211
38	<b>Grand totals</b> .....	<b>17,389</b>	<b>18,833</b>	<b>20,072</b>	<b>21,245</b>	<b>22,495</b>	<b>23,367</b>	<b>24,253</b>
39	<b>Durable goods</b> .....	<b>2,245</b>	<b>2,431</b>	<b>2,430</b>	<b>2,499</b>	<b>2,678</b>	<b>2,667</b>	<b>2,694</b>
40	Major durable goods <sup>3</sup> .....	1,986	2,142	2,139	2,194	2,344	2,329	2,360
41	Miscellaneous durable goods <sup>4</sup> .....	259	289	291	305	334	338	334
42	<b>Non-durable goods<sup>5</sup></b> .....	<b>9,065</b>	<b>9,736</b>	<b>10,402</b>	<b>10,878</b>	<b>11,303</b>	<b>11,699</b>	<b>12,139</b>
43	<b>Services<sup>5,6</sup></b> .....	<b>6,079</b>	<b>6,666</b>	<b>7,240</b>	<b>7,868</b>	<b>8,514</b>	<b>9,001</b>	<b>9,420</b>

<sup>1</sup> Excludes transients' shelter.<sup>2</sup> Excludes amusement taxes.<sup>3</sup> Includes house trailers, new automobiles, net expenditure on used automobiles, home furnishings, furniture and appliances, radios and television sets.<sup>4</sup> Includes jewellery, watches, clocks, silverware, toys, sporting and wheeled goods, and tools and garden equipment.<sup>5</sup> Beginning with the year 1955, the classification of the items electricity and gas (items 18 and 19 above) was changed from services to non-durable goods.<sup>6</sup> Includes net expenditure abroad.



**TABLE 48. Personal Expenditure on Consumer Goods and Services in Constant (1957) Dollars,<sup>1,2</sup> 1955 - 61**

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Food .....	4,485	4,767	4,951	5,062	5,314	5,519	5,572
2	Tobacco and alcoholic beverages .....	1,201	1,297	1,370	1,428	1,486	1,508	1,540
3	Clothing and personal furnishings .....	1,925	2,047	2,098	2,150	2,225	2,292	2,313
4	Shelter .....	2,621	2,725	2,906	3,073	3,281	3,403	3,519
5	Household operation <sup>3,4</sup> .....	2,309	2,547	2,593	2,670	2,811	2,842	2,947
6	Transportation .....	2,212	2,347	2,346	2,470	2,618	2,681	2,741
7	Personal and medical care and death expenses .....	1,268	1,390	1,437	1,549	1,650	1,746	1,855
8	Miscellaneous .....	2,306	2,358	2,371	2,305	2,245	2,221	2,372
9	Adjusting entry .....	-23	-	-	-	-	-	-
10	<b>Grand totals</b> .....	<b>18,304</b>	<b>19,478</b>	<b>20,072</b>	<b>20,707</b>	<b>21,630</b>	<b>22,212</b>	<b>22,859</b>
11	Durable goods .....	2,368	2,531	2,430	2,464	2,592	2,583	2,675
12	Non-durable goods <sup>3,4</sup> .....	9,404	9,996	10,402	10,642	11,028	11,343	11,669
13	Services <sup>3,4,5</sup> .....	6,537	6,951	7,240	7,601	8,010	8,286	8,515
14	Adjusting entry .....	- 5	-	-	-	-	-	-

<sup>1</sup> These data are given on a 1949 time base in Table 58 in order to provide continuity with Table 48 in "National Accounts, Income and Expenditure, 1926 - 1956".

<sup>2</sup> Annual data for the period from 1947 to 1954, on a 1957 time base, are available on request.

<sup>3</sup> Personal expenditure on electricity and gas in constant (1957) dollars were as follows:

	1955	1956	1957	1958	1959	1960	1961
millions of dollars							
	255	286	317	349	395	430	443

<sup>4</sup> See footnote 5, Table 47.

<sup>5</sup> Includes net expenditure abroad.

**TABLE 49. Imputed Items Included in Gross National Expenditure, 1955 - 61<sup>1</sup>**

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
<b>Expenditure on consumer goods and services:</b>								
Food:								
1	Farm consumed farm produce .....	179	170	168	173	170	173	172
2	Other <sup>2</sup> .....	95	103	107	101	104	104	102
Shelter:								
3	Imputed net residential rent and imputed residential capital consumption allowances .....	770	760	839	903	978	986	1,007
4	Imputed lodging, non-residential <sup>3</sup> .....	29	33	38	37	37	37	38
5	Other <sup>4</sup> .....	153	159	178	185	191	202	216
6	<b>Total of imputed items in consumer expenditure</b> .....	<b>1,226</b>	<b>1,225</b>	<b>1,330</b>	<b>1,399</b>	<b>1,480</b>	<b>1,502</b>	<b>1,535</b>
<b>Government expenditure on goods and services:</b>								
7	Imputed gross rent on government-owned buildings .....	168	181	194	207	220	235	250
8	<b>Total of imputed items</b> .....	<b>1,394</b>	<b>1,406</b>	<b>1,524</b>	<b>1,606</b>	<b>1,700</b>	<b>1,737</b>	<b>1,785</b>

<sup>1</sup> All these items are also included in the various components of Gross National Product.

<sup>2</sup> Includes food issued to members of the armed forces and to employees in lieu of wages.

<sup>3</sup> Lodging in bunk houses, ships, hotels, etc., furnished to employees in lieu of wages.

<sup>4</sup> Includes clothing issued to the armed forces, wood fuel cut and used on farms, and estimated services rendered by banks without specific charge.

TABLE 50. Analysis of Corporation Profits, 1955-61

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Corporation profits before taxes and before dividends paid to non-residents .....	2,965	3,345	3,056	3,075	3,498	3,277	3,438
2	Deduct: Corporation income tax liabilities <sup>1,2</sup> .....	-1,272	-1,413	-1,337	-1,315	-1,580	-1,562	-1,610
3	Federal excess of tax liabilities over collections .....	163	40	- 213	- 25	129	- 100	31
4	Provincial excess of tax liabilities over collections .....	-	-	-	1	14	- 25	5
5	Federal tax collections .....	1,047	1,294	1,345	1,100	1,179	1,384	1,289
6	Provincial tax collections .....	62	79	205	239	258	303	285
7	Corporation profits after taxes .....	1,693	1,932	1,719	1,760	1,918	1,715	1,828
8	Deduct: Dividends paid to non-residents .....	- 395	- 437	- 475	- 470	- 501	- 470	- 588
9	Corporation profits retained in Canada .....	1,298	1,495	1,244	1,290	1,417	1,245	1,240
10	Deduct: Dividends paid to Canadian persons .....	- 307	- 330	- 354	- 376	- 386	- 408	- 416
11	Charitable contributions from corporations .....	- 29	- 34	- 36	- 38	- 42	- 44	- 45
12	Undistributed corporation profits .....	962	1,131	854	876	989	793	779

<sup>1</sup> Includes elective tax on undistributed income of \$6 million in 1955, \$7 million in 1956 and \$6 million for each of the years 1957 to 1961, inclusive.

<sup>2</sup> For the years prior to 1958, provincial corporation income taxes shown throughout this publication are on a collections basis; from 1958 on they are on a liabilities basis.

TABLE 51. Capital Consumption Allowances and Miscellaneous Valuation Adjustments by "Form of Organization", 1956-61

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Corporations .....	1,733	1,976	2,242	2,091	2,262	2,336	2,321
2	Individuals and unincorporated business .....	1,281	1,366	1,431	1,457	1,508	1,538	1,590
3	Government business enterprises .....	252	300	336	351	389	419	438
4	Capital consumption allowances and miscellaneous valuation adjustments <sup>1</sup> .....	3,266	3,642	4,009	3,899	4,159	4,293	4,349

<sup>1</sup> Including net bad debt allowances (charges less recoveries) as follows:

1955	1956	1957	1958	1959	1960	1961
millions of dollars						
40	41	43	46	50	53	55

## SECTION F

### RECONCILIATION STATEMENTS



**TABLE 52. Accrued Net Income of Farm Operators from Farm Production, 1955-61**  
Reconciliation Statement

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Net income of farm operators from farming operations <sup>1</sup> .....	1,290	1,458	1,058	1,338	1,199	1,320	1,006
2	Deduct: Amounts included in investment income <sup>2</sup> .....	-45	-46	-47	-51	-54	-55	-56
3	Deduct: Transfer payments <sup>3</sup> .....	-33	-5	-2	-60	-22	-77	-36
4	Other adjustments <sup>4</sup> .....	-12	23	17	-26	-	-	-5
5	<b>Equals: Net income received by farm operators from farm production</b> .....	<b>1,200</b>	<b>1,430</b>	<b>1,026</b>	<b>1,201</b>	<b>1,123</b>	<b>1,188</b>	<b>909</b>
6	Adjustment on grain transactions <sup>5</sup> .....	64	20	-	-1	-5	6	28
7	<b>Accrued net income of farm operators from farm production<sup>6</sup></b> .....	<b>1,264</b>	<b>1,450</b>	<b>1,026</b>	<b>1,200</b>	<b>1,118</b>	<b>1,194</b>	<b>937</b>

<sup>1</sup> These figures are published by the Agriculture Division, Dominion Bureau of Statistics.

<sup>2</sup> Includes corporation profits in agriculture and imputed net rent of owner-occupied houses.

<sup>3</sup> These items are deducted since transfer payments are excluded from Net National Income at factor cost. Includes payments made under the provisions of the Prairie Farm Assistance Act, Western Grain Producers' Acreage Payment Plan, Federal-Provincial Emergency Unthreshed Grain Assistance Act, and payments to P.E.I. potato growers for losses to the 1960 potato crop.

<sup>4</sup> These adjustments consist of an estimate of net income of farm operators from farming operations in Newfoundland and an adjustment for the difference in the valuation of the physical change in inventories. The Agriculture Division values the change in the quantity of farm held grain at average annual prices, whereas the National Accounts estimates value this quantity change each quarter in terms of average quarterly prices. In addition, revisions have been made which have not yet been incorporated by the Agriculture Division.

<sup>5</sup> Since the National Income measures earnings arising out of current production rather than receipts of income, it is appropriate to include in Table 1 income accruing to farm operators from farm production rather than income received. Accordingly, an adjustment has been made to take account of the accrued earnings of farm operators arising out of the operations of the Canadian Wheat Board.

<sup>6</sup> See also line 6, Table 1.

**TABLE 53. Federal Government Surplus or Deficit, 1955-61**  
Reconciliation of Federal Government Transactions Related to the National Accounts with  
Public Accounts Data, 1955-61

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
<b>Revenue</b>								
1	Total budgetary revenue as per Public Accounts, for fiscal years ended March 31, 1955 to 1961 <sup>1</sup> .....	4,123	4,400	5,107	5,049	4,755	5,290	5,618
2	Adjustment of budgetary revenue from fiscal to a calendar year basis .....	113	553	116	-303	425	286	85
3	Non-relevant budgetary items omitted .....	-21	-37	-68	-22	-23	-17	-22
4	Budgetary revenue items offset against expenditure per contra .....	-74	-64	-88	-84	-107	-94	-101
5	Budgetary expenditure items offset against revenue per contra .....	-160	-141	-155	-189	-225	-232	-265
6	Extra-budgetary receipts—pension and social insurance funds:							
7	Old age security fund taxes .....	302	349	383	371	490	609	624
8	Employer and employee contributions to social insurance and government pension funds .....	324	357	364	391	413	474	507
9	Interest receipts of social insurance and government pension funds .....	69	77	86	101	107	108	109
10	Prairie Farm Assistance Act levy .....	5	7	6	6	7	6	7
11	Excess of corporation tax accruals over collections .....	163	40	-213	-25	129	-100	31
12	Other adjustments .....	93	37	10	39	73	86	71
12	<b>Total revenue as per National Accounts</b> .....	<b>4,937</b>	<b>5,578</b>	<b>5,588</b>	<b>5,334</b>	<b>6,044</b>	<b>6,416</b>	<b>6,664</b>
<b>Expenditure</b>								
13	Total budgetary expenditure as per Public Accounts, for fiscal years ended March 31, 1955 to 1961 <sup>1</sup> .....	4,275	4,433	4,849	5,087	5,364	5,703	5,958
14	Adjustment of budgetary expenditure from fiscal to a calendar year basis .....	102	248	189	106	391	211	332
15	Non-relevant budgetary items omitted .....	-115	-135	-258	-228	-263	-76	-59
16	Budgetary revenue items offset against expenditure per contra .....	-74	-64	-68	-84	-107	-94	-101
17	Budgetary expenditure items offset against revenue per contra .....	-160	-141	-155	-189	-225	-232	-265
18	Transfers to extra-budgetary funds .....	-33	-45	-38	-43	-58	-68	-65
19	Extra-budgetary expenditures—pension and social insurance funds:							
20	Old age security payments .....	363	376	433	555	571	587	603
21	Unemployment insurance benefits .....	229	210	305	492	406	482	494
22	Pensions to government employees .....	38	42	46	50	56	82	68
23	Prairie Farm Assistance Act payments .....	33	5	2	21	21	25	35
24	Transfers to various Crown agencies and funds .....	-98	-82	-171	-150	-181	-222	-228
25	Expenditures by various Crown agencies and funds .....	137	128	139	344	273	231	205
26	Amortization of special contributions to government pension funds .....	25	25	35	39	37	37	31
27	Other adjustments .....	39	34	31	91	73	21	100
27	<b>Total expenditure as per National Accounts</b> .....	<b>4,761</b>	<b>5,034</b>	<b>5,339</b>	<b>8,091</b>	<b>6,358</b>	<b>6,667</b>	<b>7,110</b>
<b>Surplus or deficit</b>								
28	Budgetary surplus or deficit as per Public Accounts <sup>1</sup> (line 1 minus line 13) ..	-152	-33	258	-38	-609	-413	-340
29	Difference of total adjustments to revenue and expenditure items above .....	328	577	-9	-719	295	162	-106
30	<b>Surplus or deficit as per National Accounts (line 12 minus line 27) .....</b>	<b>176</b>	<b>544</b>	<b>249</b>	<b>-757</b>	<b>-314</b>	<b>-251</b>	<b>-446</b>

<sup>1</sup> Public Accounts of the Government of Canada.

**TABLE 54. Business Gross Fixed Capital Formation, 1955-61**  
Reconciliation Statement

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
1	<b>Total private and public investment in Canada<sup>1</sup></b> .....	<b>6,244</b>	<b>8,034</b>	<b>8,717</b>	<b>8,364</b>	<b>8,417</b>	<b>8,262</b>	<b>8,109</b>
2	Deduct: New residential construction by governments <sup>2,3</sup> .....	- 19	- 21	- 21	- 19	- 18	- 13	- 9
3	New non-residential construction by governments <sup>3</sup> .....	-924	-1,137	-1,251	-1,237	-1,368	-1,420	-1,460
4	New machinery and equipment outlays by governments <sup>3</sup> .....	- 91	- 102	- 110	- 133	- 137	- 137	- 147
5	<b>Business gross fixed capital formation</b> .....	<b>5,210</b>	<b>6,774</b>	<b>7,335</b>	<b>6,975</b>	<b>6,894</b>	<b>6,692</b>	<b>6,493</b>

<sup>1</sup> As presented in the publication *Private and Public Investment in Canada, 1946-1957* and *Private and Public Investment, Outlook, 1960, 1961, and 1962*.

<sup>2</sup> Excluding residential construction under Veterans' Land Act, construction of veterans' rental housing by Central Mortgage and Housing Corporation and joint federal-provincial housing (Section 36, National Housing Act), which are included in line 5.

<sup>3</sup> Included in "government fixed capital formation", line 4, Table 2.

**TABLE 55. Exports and Imports of Goods and Services, 1955-61<sup>1</sup>**  
Reconciliation Statement

Line No.		1955	1956	1957	1958	1959	1960	1961
		millions of dollars						
	<b>Exports of goods and services:</b>							
1	Merchandise exports .....	4,332	4,837	4,894	4,887	5,150	5,400	5,896
2	Gold production available for export .....	155	150	147	160	148	162	158
3	Interest and dividends received from non-residents .....	160	142	154	166	182	178	196
4	Other receipts from services rendered to non-residents .....	1,425	1,492	1,427	1,364	1,375	1,427	1,466
5	Sub-total: "Current receipts" as per <i>Canadian Balance of International Payments</i> .....	6,072	6,621	6,622	6,579	6,855	7,167	7,716
6	Adjustments - Mutual aid to NATO countries .....	-222	-157	-107	-142	- 63	- 43	- 35
7	Inheritances and immigrants' funds .....	- 86	- 99	-124	- 97	-109	-102	-103
8	<b>Total "exports of goods and services" as per National Accounts<sup>2</sup></b> .....	<b>5,764</b>	<b>6,365</b>	<b>6,391</b>	<b>6,340</b>	<b>6,683</b>	<b>7,022</b>	<b>7,578</b>
	<b>Imports of goods and services:</b>							
9	Merchandise imports .....	4,543	5,565	5,488	5,066	5,572	5,545	5,717
10	Interest and dividends paid to non-residents .....	483	523	589	612	671	669	771
11	Other payments for services rendered by non-residents .....	1,744	1,899	2,000	2,032	2,116	2,170	2,217
12	Sub-total: "Current payments" as per <i>Canadian Balance of International Payments</i> .....	6,770	7,987	8,077	7,710	8,359	8,384	8,705
13	Adjustments - Mutual aid to NATO countries .....	-222	-157	-107	-142	- 63	- 43	- 35
14	Inheritances and emigrants' funds .....	-105	-115	-157	-145	-165	-181	-183
15	<b>Total "imports of goods and services" as per National Accounts<sup>2</sup></b> .....	<b>6,443</b>	<b>7,715</b>	<b>7,813</b>	<b>7,423</b>	<b>8,131</b>	<b>8,160</b>	<b>8,487</b>

<sup>1</sup> Data sources are reports on the *Canadian Balance of International Payments* (Balance of Payments Section, Dominion Bureau of Statistics) and other information received from the Balance of Payments Section. Figures include mutual aid to NATO countries.

<sup>2</sup> See also Table 2.



TABLE 56. Gross National Expenditure in Constant (1949) Dollars, 1955-1961<sup>1</sup>

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Personal expenditure on consumer goods and services .....	14,662	15,603	16,083	16,585	17,331	17,797	18,318
2	Government expenditure on goods and services ....	3,563	3,794	3,833	4,093	4,134	4,190	4,426
3	Current expenditure .....	2,767	2,869	2,867	3,044	3,030	3,040	3,203
4	Gross fixed capital formation .....	796	925	968	1,056	1,111	1,159	1,233
5	Adjusting entry .....	-	-	2	7	7	9	10
6	Business gross fixed capital formation .....	3,962	4,891	5,115	4,761	4,575	4,345	4,178
7	New residential construction .....	1,040	1,110	998	1,219	1,157	937	941
8	New non-residential construction .....	1,365	1,816	2,112	1,884	1,683	1,637	1,675
9	New machinery and equipment .....	1,557	1,965	1,995	1,650	1,735	1,770	1,555
10	Adjusting entry .....	-	-	10	8	-	1	7
11	Change in inventories .....	419	955	210	- 286	295	303	- 238
12	Non-farm business inventories .....	134	648	246	- 158	325	214	169
13	Farm inventories and grain in commercial channels .....	285	307	- 89	- 141	- 95	81	- 564
14	Adjusting entry .....	-	-	53	13	65	8	157
15	Exports of goods and services .....	4,969	5,340	5,389	5,368	5,574	5,803	6,191
16	Deduct: Imports of goods and services .....	-5,742	-6,662	-6,571	-6,150	-6,776	-6,711	-6,784
17	Residual error of estimate .....	87	- 110	- 22	- 74	32	- 25	44
18	Adjusting entry .....	-	-	80	100	- 8	- 85	- 38
19	Gross National Expenditure in constant (1949) dollars .....	21,920	23,811	24,117	24,397	25,157	25,617	26,097
20	Index, line 19, 1949 = 100 .....	134.1	145.7	147.6	149.3	153.9	156.8	159.7

<sup>1</sup> The price indexes from 1957 to 1961, shown in Table 6, were converted to a 1949 base using 1956 as the year of overlap between old and new series. They were then divided into the current dollar figures of Table 2, to give the constant (1949) dollar series shown above. This procedure was followed in the case of Gross National Expenditure, line 19, as well as the major components. It may be noted that this procedure yields year-to-year movements in the constant dollar series which are identical with those shown in Table 5. However, a small residual difference, produced by the change in the major group weighting pattern, is entered to make the components add up to the Gross National Expenditure in constant (1949) dollars as determined in this way.

TABLE 57. Implicit Price Indexes - Gross National Expenditure, 1955-1961<sup>1</sup>  
(1949 = 100.0)

Line No.		1955	1956	1957	1958	1959	1960	1961
1	Personal expenditure on consumer goods and services .....	118.6	120.7	124.8	128.1	129.8	131.3	132.4
2	Government expenditure on goods and services ....	134.5	142.0	149.3	151.0	156.0	159.5	162.3
3	Current expenditure .....	135.8	143.8	151.4	157.4	162.6	168.2	173.8
4	Gross fixed capital formation .....	129.9	136.2	142.8	131.5	137.1	135.5	131.1
5	Business gross fixed capital formation .....	131.5	138.5	143.4	146.5	150.7	154.0	155.4
6	New residential construction .....	132.5	137.5	141.2	144.6	149.9	154.0	154.9
7	New non-residential construction .....	135.4	142.6	146.9	149.2	153.8	157.4	158.0
8	New machinery and equipment .....	127.4	135.3	141.5	145.5	148.2	151.0	153.6
9	Exports of goods and services .....	116.0	119.2	118.6	118.1	119.9	121.0	122.4
10	Imports of goods and services .....	112.2	115.8	118.9	120.7	120.0	121.6	125.1
11	Residual error of estimate .....	124.7	129.1	133.1	135.6	139.1	140.9	141.9
12	Gross National Expenditure at market prices .....	123.8	128.5	132.3	134.8	138.3	140.3	141.2

<sup>1</sup> These implicit indexes are currently weighted price indexes. They reflect not only pure price changes, but also changing expenditure patterns within and between major groups. The implicit price index for Gross National Expenditure is derived by dividing the total of current dollars by the total of constant dollars.



**TABLE 58. Personal Expenditure on Consumer Goods and Services in Constant (1949) Dollars, 1955-61<sup>1</sup>**

Line No.		1955	1956	1957	1958	1959	1960	1961
millions of dollars								
1	Food .....	3,785	4,023	4,178	4,272	4,485	4,658	4,702
2	Tobacco and alcoholic beverages .....	1,109	1,198	1,265	1,319	1,373	1,393	1,422
3	Clothing and personal furnishings .....	1,744	1,855	1,901	1,948	2,016	2,077	2,096
4	Shelter .....	1,645	1,710	1,824	1,928	2,059	2,135	2,208
5	Household operation <sup>2,3</sup> .....	1,966	2,169	2,208	2,274	2,394	2,420	2,510
6	Transportation .....	1,817	1,928	1,927	2,029	2,151	2,202	2,252
7	Personal and medical care and death expenses....	883	968	1,001	1,079	1,149	1,216	1,292
8	Miscellaneous .....	1,713	1,752	1,762	1,713	1,668	1,650	1,762
9	Adjusting entry .....	—	—	17	23	36	46	74
10	<b>Grand totals</b> .....	<b>14,662</b>	<b>15,603</b>	<b>16,083</b>	<b>16,585</b>	<b>17,331</b>	<b>17,797</b>	<b>18,318</b>
11	Durable goods .....	2,066	2,209	2,121	2,151	2,262	2,254	2,335
12	Non-durable goods <sup>2,3</sup> .....	8,187	8,705	9,059	9,268	9,604	9,878	10,162
13	Services <sup>2,3,4</sup> .....	4,409	4,689	4,884	5,127	5,403	5,590	5,744
14	Adjusting entry .....	—	—	19	39	62	75	77

<sup>1</sup> See footnote 1, Table 56.<sup>2</sup> Personal expenditure on electricity and gas in constant (1949) dollars were as follows:

	1955	1956	1957	1958	1959	1960	1961
millions of dollars							
	224	251	278	306	347	377	389

<sup>3</sup> See footnote 5, Table 47.<sup>4</sup> Includes net expenditure abroad.

## APPENDIX

TABLE I. Population of Canada, by Provinces, 1955-61

Estimated as of June 1

Line No.		1955	1956	1957	1958	1959	1960	1961
		thousands						
1	Newfoundland .....	406	415	424	432	441	448	458
2	Prince Edward Island .....	100	99	99	100	101	103	105
3	Nova Scotia .....	683	695	701	709	719	727	737
4	New Brunswick .....	547	555	562	571	582	589	598
5	Quebec .....	4,517	4,628	4,769	4,904	5,024	5,142	5,259
6	Ontario .....	5,266	5,405	5,636	5,821	5,969	6,111	6,236
7	Manitoba .....	839	850	862	875	891	906	922
8	Saskatchewan .....	878	881	880	891	907	915	925
9	Alberta .....	1,091	1,123	1,164	1,206	1,248	1,291	1,332
10	British Columbia .....	1,342	1,399	1,482	1,538	1,567	1,602	1,629
11	Yukon .....	11	12	12	13	13	14	14
12	Northwest Territories .....	18	19	19	20	21	22	23
13	<b>Canada</b> .....	<b>15,698</b>	<b>16,081</b>	<b>16,610</b>	<b>17,080</b>	<b>17,483</b>	<b>17,870</b>	<b>18,238</b>

TABLE II. The Civilian Labour Force, 1955-61<sup>1</sup>

Line No.		1955	1956	1957	1958	1959	1960	1961
		thousands						
1	Civilian non-institutional population, 14 years of age and over .....	10,597	10,805	11,108	11,357	11,562	11,789	12,010
	Civilian labour force:							
	Employed:							
2	Non-agricultural .....	4,546	4,809	4,981	4,983	5,163	5,280	5,375
3	Agricultural .....	819	776	744	712	692	675	675
4	<b>Total employed</b> .....	<b>5,364</b>	<b>5,585</b>	<b>5,725</b>	<b>5,695</b>	<b>5,855</b>	<b>5,955</b>	<b>6,050</b>
5	Unemployed .....	245	197	278	432	373	448	469
6	<b>Total civilian labour force<sup>2</sup></b> .....	<b>5,610</b>	<b>5,782</b>	<b>6,003</b>	<b>6,127</b>	<b>6,228</b>	<b>6,403</b>	<b>6,519</b>

<sup>1</sup> Incorporates new definitions of "Employed" and "Unemployed". For earlier years see *The Labour Force*, Catalogue No. 71-001, (Special Surveys Division, Dominion Bureau of Statistics).

<sup>2</sup> The number of persons in the regular Armed Forces not included in these totals is as follows: 1955-117,000 persons; 1956-117,000 persons; 1957-118,000 persons; 1958-120,000 persons; 1959-120,000 persons; 1960-119,000 persons; 1961-121,000. The figures are monthly averages.

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