13.—Capital Expenditure on Government Railways to Mar. 31, 1939—concluded.

Railway.	Expenditure, Previous Years.	Expenditure, Fiscal Year 1929.	Total Expenditure.
Canadian Government Railways—concluded. St. Martin's Railway. Elgin and Havelock Railway. York and Carleton Railway. Quebec and Saguenay Railway. Caraquet and Gulf Shore Railway. Lotbinière and Mégantic Railway. Cape Breton Railway Extension. Canadian Government Railways (rolling stock). Canadian Government Railways (miscellaneous). Quebec Bridge. Miscellaneous suspense.	135,029 59,749 7,772,911 711,768 360,008 107,647 35,906,042 345	\$	\$ 302.046 135.029 59.749 7,772,911 711.768 380.008 107.647 35,906.042 21.706.664 3,862
Totals, Canadian Government Railways	387,546,042	7,963	387,554,005
Other Railways and Miscellaneous— Canadian Northern Railway. Annapolis and Digby Railway. European and North American Railway. Nova Scotia Railway. Carleton Branch Railway. Candian Pacific Railway. Hudson Bay Railway—Nelson and Churchill terminals. Yukon Territory Works, Stikine-Teslin Railway. North Railway. North Railway. Governor General's Cars. Miscellaneous expenditure.	660, 683 88, 363 208, 510 48, 410 62, 791, 435 23, 359, 202 9, 908, 227 283, 324 250,000 71, 539	5,357,698 1,039,134	10,000,000 660,683 88,368 208,510 48,410 62,791,435 28,716,895 10,947,361 233,324 250,000 71,539 18,000
Grand Totals, Capital Expenditure	495,233,735	6,404,790	501,638,525

The Consolidation and Organization of the Canadian National System.¹ -In pursuance of an Act of 1917 (7-8 Geo. V. c. 24), the Government acquired the capital stock of the Canadian Northern Railways with a mileage of 9,566.5. The insolvency of the Grand Trunk Pacific led to the appointment of the Minister of Railways as receiver on Mar. 9, 1919, and in Oct., 1920, the road was transferred to the Canadian National Railways. The Grand Trunk Railway was acquired under c. 13 of the 2nd session of 1919, which provided for arbitration as to the considerations to be given to its shareholders. This arbitration finally disposed of, steps were taken to consolidate the various railways under government operation and control. In Oct., 1922, the Grand Trunk Board and the Canadian Northern Board gave place to a single Canadian National Board, to which the former Canadian Government Railways were turned over for management and operation. The unification of the Grand Trunk and Canadian National Railways was provided for by Order in Council of Jan. 30, 1923, which also brought into effect the Act to incorporate the Canadian National Railway Company and respecting Canadian National Railways (c. 13, 1919). This was followed, on Feb. 5, 1923, by an Order in Council establishing the head office of the Canadian National Railways at Montreal, Que.

Operation of the Canadian National Railways.—The Canadian National system's steam mileage at Dec. 31, 1929, including lines in the United States but exclusive of the Central Vermont (which the Canadian National system purchased) and the Northern Alberta (which is controlled jointly by the Canadian

¹For further details on the acquisition of the Canadian Northern, Grand Trunk Pacific and Grand Trunk Railways by the Dominion Government, see pp. 602-603 of the 1926 Year Book.