

data for Canadian National Railways. To Mar. 31, 1938, the total cost of this railway was \$34,368,231,* exclusive of the expenditure of \$6,274,188 on the terminal at Nelson. The terminals at Churchill were transferred in 1937 to the National Harbours Board. The investment to Dec. 31, 1937, was \$13,308,376* and the operating deficit for 1937 was \$140,890.

Table 14 shows the principal items of the investment account of the Department of Transport pertaining to railways. The major portion of these investments were construction costs of the Intercolonial system, the National Transcontinental railway, and the Hudson Bay railway, and the purchase price of small railways in the eastern provinces.

The terminals at Churchill consisting of a grain elevator, warehouse, and docks were transferred to the National Harbours Board and the investment removed from the railway account. Loans and advances to the Canadian National Railways for payment of operating deficits were charged to the Consolidated Revenue Account of the Dominion and also cleared from the railway account and other adjustments were made under the Canadian National Railways Capital Revision Act, 1937, more fully explained on p. 644.

The Canadian Pacific item and 'Other railways' item include grants to railways for construction included in the Public Accounts, Appendix No. 28 C.

In addition to these expenditures the Dominion Government has made loans to the Canadian National and Canadian Pacific railway companies for capital purposes, for special works programs, and for equipment leased to the railways; the amounts outstanding on Mar. 31, 1938, were:—

Canadian National Railway Co.....	\$21,441,135-50
Canadian Pacific Railway Co.....	7,343,760-00
Total.....	28,784,895-50

* These figures include deficits from operations during construction.

14.—Railway Investment Account of the Dominion Government to Mar. 31, 1938.

Account.	Expenditures, 1937-38.	Total to Mar. 31, 1938.
	\$	\$
Canadian Government Railways.		
ROADS ENTRUSTED TO CANADIAN NATIONAL RAILWAYS—		
Intercolonial system	409,960	132,683,532
Prince Edward Island	Cr. 2,179,322	14,320,955
National Transcontinental	Cr. 4,297,842	164,052,819
Other railways.....	5,391,554	77,136,966
TOTALS.....	Cr. 675,650	388,204,322
ROADS NOT ENTRUSTED TO CANADIAN NATIONAL RAILWAYS—		
Hudson Bay Railway.....	520,332	33,158,655
Nelson terminal.....	Cr. 30	8,240,171
Churchill terminals.....	Cr. 1	18,263,750
TOTALS	Cr. 12,743,457	39,398,826
Totals, Canadian Government Railways.....	Cr. 13,418,107	427,603,148

For footnotes, see end of table, p. 642f