

Section 3.—Finance and Employees

Subsection 1.—Dominion Government Expenditure

The status of civil aviation in Canada has changed considerably in recent years due to both civil and military requirements. Until the institution of the Trans-Canada Air Lines services, the development of civil aviation had been mainly to provide private, commercial and administrative services for the more remote sections of Canada, chiefly in the northern mining, forestry and trapping regions. Recently, however, the Dominion Government has improved existing airports and constructed others for the Trans-Canada Airway and for military purposes. In addition to direct expenditures, the Department of Transport has contributed assistance to municipalities for the development of airports, such contributions as shown in Table 4 probably including expenditures for both capital and operating purposes.

The Department of National Defence reported \$28,561,303 expended during the year ended Mar. 31, 1940, for air services (R.C.A.F.) and \$4,257,081 for the British Commonwealth Air Training Plan. Some of this expenditure will be chargeable after the War to civil aviation.

4.—Capital and Ordinary Expenditures, and Revenue of the Dominion Government in Connection with Civil Aviation, Fiscal Years 1938-40

NOTE.—Compiled from the Annual Reports of the Department of Transport.

CAPITAL EXPENDITURE

Item	1938	1939	1940	Total to Mar. 31, 1940
	\$	\$	\$	\$
Investments				
Airways, airports and radio stations—construction....	1,993,776	2,497,781	2,743,883	7,583,313
Airways and airports—construction (war).....	Nil	Nil	93,338	93,338
Totals, Investments	1,993,776	2,497,781	2,837,221	7,676,651

ORDINARY EXPENDITURES AND REVENUE

Item	1938	1939	1940
	\$	\$	\$
Expenditures			
Control of Civil Aviation.....	207,900	271,450	242,989
Air services administration.....	27,482	10,202	10,553
Grants to aeroplane clubs.....	52,774	43,082	54,676
Deficit of Trans-Canada Air Lines.....	111,005	818,026	411,657
Contributions to assist municipalities.....	374,787	1,261,676	1,364,878
Airways and airports operation and maintenance—			
General operation and maintenance.....	282,404	289,892	375,479
Meteorological Service.....	¹	238,718	309,447
Radio Service.....	177,577	338,852	558,764
Government Employees Compensation Act.....	3,917	3,404	3,649
Totals, Expenditures	1,237,826	3,275,302	3,332,092
Revenue			
Fines and forfeitures.....	117	90	35
Passenger fees.....	742	790	131
Private pilots licences.....	857	864	1,154
Air harbour licences.....	330	110	70
Schedule air transport licences.....	1,775	250	Cr. 265
Landing fees.....	520	683	2,001
Storage, ground and hangar space rentals and landing fees.....	4,965	9,895	10,780
Registration fees.....	1,320	1,060	1,045
Airworthiness and stress analysis.....	750	485	600
Labour and tractor service.....	462	626	115
Rents.....	3,076	2,957	6,249
Service charge—use of airport.....	¹	1,350	11,368
Miscellaneous.....	235	Nil	Nil
Totals, Revenue	15,149	19,160	33,283

¹ Not separately itemized.