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.

| Investments | CAPITAL EXI | PENDITUR | .E | | |
|--|---|------------------|--|---|---|
| Airways, airports and radio stations—construction 1,993,776 2,497,781 2,743,883 7,583, Airways and airports—construction (war) Nil 93,338 93, | Item | 1938 | 1939 | 1940 | Total to Mar. 31, 1940 |
| Nil Nil 93,338 93, Totals, Investments 1,993,776 2,497,781 2,837,221 7,676, | Investments | \$ | \$ | \$ | \$ |
| Item | Airways, airports and radio stations—construction Airways and airports—construction (war) | 1,993,776 Nil | | | 7,583,313 93,338 |
| Item 1938 1939 1940 Expenditures \$ \$ \$ Control of Civil Aviation 207,900 271,450 242, air services administration 27,482 10,202 10, air services administration 27,482 10,202 10, air services administration 52,774 43,082 54, air services administration 52,774 43,082 54, air services administration 52,774 43,082 54, air service at a s | Totals, Investments | 1,993,776 | 2,497,781 | 2,837,221 | 7,676,651 |
| Expenditures \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ | ORDINARY EXPENDITU | JRES AND | REVENUE | 2 | |
| Control of Civil Aviation 207,900 271,450 242, Air services administration 27,482 10,202 10, Grants to aeroplane clubs 52,774 43,082 54, Deficit of Trans-Canada Air Lines 111,005 818,026 411, Contributions to assist municipalities 374,787 1,261,676 1,364, Airways and airports operation and maintenance 282,404 289,892 375, Meteorological Service 1 238,718 309, Radio Service 177,577 338,852 558, Government Employees Compensation Act 3,917 3,404 3, Totals, Expenditures 1,237,826 3,275,302 3,332, Revenue Fines and forfeitures 90 742 790 | Item | | 1938 | 1939 | 1940 |
| Control of Civil Aviation 207,900 271,450 242, Air services administration 27,482 10,202 10, Grants to aeroplane clubs 10,202 10, Services 10, 202 10, Services 10, Services 10, Services 52,774 43,082 54, Services 54, Services 411, Services 411, Services 411, Services 1, 261, 676 1, 364, Services 309, Services 309, Services 177, 577 338, 852 558, Services 558, Government Employees Compensation Act 3, 917 3, 404 3, 332, Services 3, 275, 362 3, 332, Services 1, 237, 826 3, 275, 362 3, 332, Services 3, 332, Services 117 90, Services 90, Services 742 790 790 | Expenditures | | \$ | \$ | \$ |
| Revenue Fines and forfeitures 117 90 Passenger fees 742 790 | Air services administration Grants to aeroplane clubs Deficit of Trans-Canada Air Lines Contributions to assist municipalities Airways and airports operation and maintenance— General operation and maintenance Meteorological Service Radio Service | | 27,482 52,774 111,005 374,787 282,404 1 | 10,202 43,082 818,026 1,261,676 289,892 238,718 338,852 | 242,989 10,553 54,676 411,657 1,364,878 375,479 309,447 558,764 3,649 |
| Fines and forfeitures | Totals, Expenditures | | 1,237,826 | 3,275,302 | 3,332,092 |
| Air harbour licences 330 110 Schedule air transport licences 1,775 250 Cr. Landing fees 520 683 2, Storage, ground and hangar space rentals and landing fees 4,965 9,895 10, Registration fees 1,320 1,060 1, Air worthiness and stress analysis 750 485 Labour and tractor service 462 626 Rents 3,076 2,957 6. | Fines and forfeitures Passenger fees Private pilots licences Air harbour licences Schedule air transport licences Landing fees Storage, ground and hangar space rentals and landing fe Registration fees Airworthiness and stress analysis Labour and tractor service Rents Service charge—use of airport | es | 742 857 330 1,775 520 4,965 1,320 750 462 3,076 | 790 864 110 250 683 9,895 1,060 485 626 2,957 1,350 | 2,001 10,780 1,045 600 115 6,249 11,368 |
| Totals, Revenue 15,149 19,160 33, | Totals, Revenue | | 15,149 | 19,160 | 33,283 |

¹ Not separately itemized.