

15.—Relationship of Total Expenditures to Taxation Revenue and to Total Revenue, Years Ended Mar. 31, 1936-49

| Year      | Total Expenditures | Taxation Revenue | Total Revenue | Percentages of Total Expenditures Provided from— |                     |
|-----------|--------------------|------------------|---------------|--|---------------------|
|           |                    |                  |               | Taxation   | All Revenue         |
|           | \$                 | \$               | \$            | p. c.  | p. c.               |
| 1936..... | 532,585,555        | 317,311,809      | 372,595,996   | 59.58  | 69.96               |
| 1937..... | 532,005,432        | 386,550,869      | 454,153,747   | 72.66  | 85.36               |
| 1938..... | 534,408,118        | 448,651,061      | 516,692,749   | 83.95  | 96.68               |
| 1939..... | 553,063,098        | 435,706,794      | 502,171,354   | 78.78  | 90.80               |
| 1940..... | 680,793,792        | 467,684,963      | 562,093,459   | 68.70  | 82.56               |
| 1941..... | 1,249,601,446      | 778,175,450      | 872,169,645   | 62.28  | 69.80               |
| 1942..... | 1,885,066,056      | 1,360,912,837    | 1,488,536,342 | 72.19  | 78.96               |
| 1943..... | 4,387,124,117      | 2,066,719,961    | 2,249,496,177 | 47.11  | 51.27               |
| 1944..... | 5,322,253,505      | 2,436,811,484    | 2,765,017,713 | 45.78  | 51.95               |
| 1945..... | 5,245,611,924      | 2,154,626,648    | 2,687,334,799 | 41.08  | 51.23               |
| 1946..... | 5,136,228,506      | 2,202,358,387    | 3,013,185,074 | 42.88  | 56.67               |
| 1947..... | 2,634,227,412      | 2,427,661,313    | 3,007,876,313 | 92.16  | 114.18 <sup>1</sup> |
| 1948..... | 2,195,626,454      | 2,452,075,395    | 2,871,746,110 | 111.68 <sup>1</sup>                              | 130.79 <sup>1</sup> |
| 1949..... | 2,175,892,334      | 2,436,142,276    | 2,771,395,075 | 111.96 <sup>1</sup>                              | 127.37 <sup>1</sup> |

<sup>1</sup> See text at foot of p. 1014 for explanation.

The revenues from customs and excise duties, the two most important sources prior to the First World War, amounted in 1949 to less than 18 p.c. of the revenue derived from taxation and revenue from income tax formed 53 p.c. of the tax revenue.

The following analyses of taxation revenues are confined to excise duties, excise taxes and income tax revenue; customs receipts constitute a single item in the "Public Accounts" and cannot be further analysed here.

### Excise Duties\*

Excise duties proper are presented here together with a summary of the excise tariff and statistics arising as a by-product of administration, such as the quantities of grain and other products used in distillation and the quantities of excisable goods taken out of bond.

**Canadian Excise Tariff.**—The following is a statement of the Canadian excise tariff, as at Dec. 31, 1949:—

|   |  |
|---|--|
| 1. Spirits distilled in Canada, per proof gal. . . . . \$11.00  | 3. Beer or Malt Liquor:—   |
| Canadian brandy, per proof gal. . . . . \$ 9.00   | Brewed in whole or part from any substance other than malt, per gal. . . . . \$ 0.45 |
| Except spirits as follows:—   |  |
| (a) used in a bonded manufactory for medicines, extracts, etc., per proof gal. . . . . \$ 1.50  | 4. Malt:—  |
| (b) used in a bonded manufactory for perfumes, per proof gal. . . . . \$ 1.50   | (a) produced in Canada and screened, per lb. . . . . \$ 0.16                         |
| (c) used for chemical compositions approved by Governor in Council, per proof gal. . . . . \$ 0.15  | (b) imported, per lb. . . . . \$ 0.16  |
| (d) sold to licensed druggists for pharmaceutical preparations, per proof gal. . . . . \$ 1.50  | 5. Tobacco, Cigars and Cigarettes:—  |
| (e) distilled from native fruits and used by a licensed wine manufacturer for fortification of native wines, per proof gal. . . . . \$ 1.50 | (a) manufactured tobacco, per lb. . . . . \$ 0.35                                    |
|   | (b) cigarettes weighing not more than 2½ lb. per M, per M. . . . . \$ 6.00           |
| 2. Spirits imported (in addition to any of the duties otherwise imposed), per proof gal. . . . . \$ 0.30                                    | (c) cigarettes, weighing more than 2½ lb. per M, per M. . . . . \$11.00              |
|   | (d) Canadian raw leaf tobacco, when sold for consumption, per lb. . . . . \$ 0.20    |
|   | (e) cigars, per M. . . . . \$ 1.00   |

\* Revised by the Customs and Excise Division, Department of National Revenue, Ottawa.