

Additional Grants to Newfoundland.—The Newfoundland Additional Grants Act of 1959 provides for the following grants to be paid to the Province of Newfoundland: for the fiscal year (ended Mar. 31) 1957-58, \$6,600,000; 1958-59, \$6,950,000; 1959-60, \$7,300,000; 1960-61, \$7,650,000; 1961-62, \$8,000,000. These payments are made following the recommendations of a Royal Commission appointed pursuant to the Terms of Union of Newfoundland with Canada. The Commission's report, dated May 31, 1958, deals with "the form and scale of additional financial assistance, if any, that might be required by the Government of the Province of Newfoundland to enable it to continue public services at the levels and standards reached subsequent to the date of the Union, without resorting to taxation more burdensome, having regard to capacity to pay, than that obtaining generally in the region comprising the Maritime Provinces of Nova Scotia, New Brunswick, and Prince Edward Island".

Section 3.—Provincial Public Finance

Provincial government accounting and reporting practices vary considerably so that certain adjustments to the *Public Accounts* figures are required in order to produce comparable statistics. For example, transactions relating to a specific function are sometimes excluded from ordinary account; therefore special or administrative funds of this nature have been added to provincial ordinary account in the tables of this Section.

Fiscal periods are as nearly coincident as possible in view of the variations in provincial fiscal year-ends prior to the 1951 fiscal year; as of 1952 the fiscal years of all provinces end on Mar. 31. Figures for Newfoundland are included from 1949, for Yukon Territory from 1950, and for the Northwest Territories from 1955.

Subsection 1.—Revenue and Expenditure of Provincial Governments

Table 25 shows net revenue and expenditure of provincial governments for the years ended Mar. 31, 1952-58, and Tables 26 and 27 give details of such revenue and expenditure for the fiscal years ended in 1957 and 1958. "Net general revenue" and "net general expenditure" are arrived at by first analysing the combined revenues and expenditures of capital account, current or ordinary account and those working capital funds and special funds for which separate accounts are kept. Then the following types of revenue are deducted from revenue and offset against related expenditure: interest, premium, discount and exchange; institutional revenue; grants-in-aid and shared-cost contributions from other governments; and capital revenue. Table 28 gives details of the amounts paid to other governments by provincial governments, according to nature of payment.

25.—Net Revenue and Expenditure of Provincial Governments, Years Ended Mar. 31, 1952-58

Province or Territory	1952	1953	1954	1955	1956	1957	1958
NET GENERAL REVENUE							
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Newfoundland	25,183	31,734	31,641	32,851	33,534	36,870	39,479
Prince Edward Island	6,048	7,288	7,671	8,154	8,044	7,570	9,441
Nova Scotia	38,794	46,647	49,348	51,418	54,329	57,881	64,480
New Brunswick	40,697	46,555	49,220	50,788	52,783	57,335	61,616
Quebec	277,406	284,703	299,417	339,108	412,745	445,930	515,384
Ontario	303,842	364,507	370,897	399,058	431,802	481,775	594,480
Manitoba	46,073	55,456	55,822	56,706	59,349	66,120	73,594
Saskatchewan	74,777	91,094	98,415	99,651	102,702	121,872	135,965
Alberta	105,751	144,504	185,851	175,097	225,326	241,317	246,013
British Columbia	157,102	185,368	186,337	199,658	230,773	273,059	281,796
Yukon Territory	1,187	..	1,460	1,632	1,785	1,703	2,056
Northwest Territories	707	916	1,125	1,269
Totals	1,076,860	1,257,856	1,336,079	1,414,828	1,614,088	1,792,557	2,025,573