

**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; and 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". At the Federal-Provincial Conference in February 1961, the Federal Government announced its intention of continuing the \$8,000,000 per annum payment to Newfoundland for the five-year period of the new arrangements.

### 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.

As of 1952, the fiscal years of all provinces end on Mar. 31. Figures for the Northwest Territories are included 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, 1953-59, and Tables 26 and 27 give details of such revenue and expenditure for the fiscal years ended in 1958 and 1959. "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, 1953-59**

Province or Territory	1953	1954	1955	1956	1957	1958	1959
	NET GENERAL REVENUE						
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Newfoundland.....	31,734	31,641	32,851	33,534	36,870	39,479	62,381
Prince Edward Island..	7,288	7,671	8,154	8,044	7,570	9,441	12,568
Nova Scotia.....	46,647	49,348	51,418	54,329	57,881	64,480	75,752
New Brunswick.....	46,555	49,220	50,788	52,783	57,335	61,616	71,007
Quebec.....	284,703	299,417	339,108	412,745	445,930	515,384	556,723
Ontario.....	364,507	370,897	399,058	431,802	481,775	594,480	647,067
Manitoba.....	55,456	55,822	56,706	59,349	66,120	73,594	76,573
Saskatchewan.....	91,094	98,415	99,651	102,702	121,872	135,965	141,409
Alberta.....	144,504	185,851	175,097	225,326	241,317	246,013	236,370
British Columbia.....	185,368	186,337	199,658	230,773	273,059	281,796	295,722
Yukon Territory.....	..	1,460	1,632	1,785	1,703	2,056	1,885
Northwest Territories.	..	..	707	916	1,125	1,269	1,412
<b>Totals.....</b>	<b>1,257,856</b>	<b>1,336,073</b>	<b>1,414,828</b>	<b>1,614,088</b>	<b>1,792,557</b>	<b>2,025,473</b>	<b>2,178,869</b>