

6.—Composition of Total Debt of All Governments, 1950

NOTE.—Figures for fiscal years ended nearest Dec. 31.

Item	Federal	Provincial	Municipal ¹	Total	Deduct Inter-governmental Debt	Combined Governmental Debt
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Direct Debt—						
Funded debt.....	13,586,721	1,946,505	1,187,687	16,720,913	12,165	16,708,748
Less Sinking Funds.....	22,702	308,114	133,587	464,403	—	464,403
Net funded debt.....	13,564,019	1,638,391	1,054,100	16,256,510	12,165	16,244,345
Treasury bills.....	1,400,000 ²	153,251	1,757	1,555,008	91,173	1,463,835
Savings deposits.....	37,662	1,770	—	39,432	—	39,432
Temporary loans.....	—	5,071	83,922	88,993	—	88,993
Other direct liabilities.....	2,552,788 ³	206,588	138,062	2,897,438	111,053	2,786,385
Totals, Direct Debt (less Sinking Funds)	17,554,469	2,005,071	1,277,841	20,837,351	214,391	20,622,990
Indirect Debt—						
Guaranteed bonds.....	678,630 ⁴	787,152	58,071	1,523,853	6,453	1,517,400
Less Sinking Funds.....	15,910 ⁵	5,413	12,529	33,852	35	33,817
Net guaranteed bonds...	662,720	781,739	45,542	1,490,001	6,418	1,483,583
Loans under the Municipal Improvement Assistance Act, 1938.....	—	4,212	—	4,212	4,212	—
Guaranteed bank loans and other indirect liabilities.	38,461 ⁶	74,420	—	112,881	10,081	102,800
Totals, Indirect Debt (less Sinking Funds)	701,181	860,371	45,542	1,607,094	20,711	1,586,383
Grand Totals.....	18,255,650	2,865,442	1,323,383	22,444,475	235,102	22,209,373

¹ The debt of municipalities in the Province of Quebec is estimated. ² Includes \$200,000,000 deposit certificates and \$750,000,000 six-month treasury notes.

³ Excludes provincial debt accounts. ⁴ Includes both guaranteed and unguaranteed issues of the Canadian National Railways as at Mar. 31 to correspond with fiscal year end of the Federal Government.

⁵ Includes proceeds from sale of mortgaged properties held by the Canadian National Railways. ⁶ Excludes contingent liability in respect of Federal Government guarantee of deposits maintained by chartered banks in the Bank of Canada, miscellaneous guarantees the amounts of which were not finally determined or were indeterminate at the close of the fiscal year, and contingent liabilities of the Canadian National Railways.

Section 2.—Federal Public Finance*

A sketch of public finance from the French régime to the outbreak of World War I appears in the 1941 Year Book, pp. 742-743. Detailed sketches *re* tax changes from 1914 to 1938 will be found in issues of the Year Book beginning with the 1926 edition. An outline of the financing of Canada's war effort, including the more important changes in taxation during the war years from 1939 to 1945, is given in the 1945 Year Book, pp. 918-923. Budgets for the years ended Mar. 31, 1946-51, will be found in issues of the Year Book beginning with the 1946 edition. The most important post-war Budget changes, up to and including the 1952-53 Budget, are summarized in the 1952-53 Year Book, pp. 1026-1030.

Post-War Financial Policy.—The post-war financial policies of the Federal Government can be evaluated only against the background of Canada's economic situation. The position at the end of World War II can be summarized in the following manner. The War had cost almost \$20,000,000,000. Net national

*Revised, except as otherwise stated, under the direction of Dr. K. W. Taylor, C.B.E., Deputy Minister of Finance, Ottawa.