

posed voluntarily by the public on themselves, then the extent of the revenue is indicative of the public resources. This is the situation in Canada to a very large extent. The bulk of the public revenue, 77 p.c. is derived from Customs and Excise, most of which imposts are voluntary, as there is no law to compel the use of foreign goods, or of liquors and tobacco, the charges upon which make the main part of the public revenue.

Since 1900 the deposits placed with the Government, the chartered banks, and other institutions

have increased by \$254,934,970, the addition made being 65.7 per cent. of the total in 1900. In the same period the imports of foreign goods have increased by \$72,288,900, which addition is 38.10 per cent. of the amount in 1900. The taxation revenue contributed by the people of Canada increased between 1900 and 1905 to extent of \$20,150,632, which sum is 39.4 per cent. of the amount in 1900. It is, therefore, evident that, so far as increased deposits indicated increase of purchasing power and financial ability to pay taxes, this purchasing power

### THE FINANCES OF CANADA

STATEMENT OF PUBLIC REVENUE AND EXPENDITURE FOR YEARS 1904 AND 1905, ALSO OF THE PUBLIC DEBT, 1904 AND 1905.

Revenue and Expenditure on account of Consolidated Fund	TOTAL 1904.	TOTAL 1905	EXPENDITURE ON CAPITAL ACCOUNT	TOTAL 1904.	TOTAL 1905	PUBLIC DEBT	1904.	1905
	\$	\$					\$	\$
<b>REVENUE</b>						<b>LIABILITIES—</b>		
Customs.....	40,702,610	41,433,648	Public Works, Railways and Canals.	5,832,953	9,840,028	Payable in Canada.....	7,593,750	7,566,618
Excise.....	12,958,708	12,586,474	Dominion Lands...	748,855	794,395	do. England....	209,479,618	209,520,233
Post-Office.....	4,652,324	5,125,372	Militia Capital.....	1,299,910	1,299,964	do. do. Temporary Loans.....	4,866,666	2,920,000
Public Works, including Railways	6,972,218	7,394,342	Railways Subsidies	2,046,878	1,275,629	Bank Circulation Redemption Fund.....	3,234,462	3,438,305
Miscellaneous....	5,383,954	4,640,787	Bounties.....	1,130,041	2,234,685	Dominion Notes.....	41,574,783	47,334,221
Total.....\$	70,669,816	71,180,626	South Africa Contingent.....	-6,815	-821	Savings Banks.....	62,158,449	62,017,456
<b>EXPENDITURE, Consolidated Fund...</b>	55,612,832	63,309,305	North-West Territories Rebellion..	-2,616	2,477	Trust Funds.....	9,370,976	9,447,517
			<b>EXPENDITURE, Capital Account.....</b>	11,049,203	15,441,403	Province Accounts.....	11,920,668	11,920,668
						Miscellaneous and Banking Accounts.....	14,764,136	23,525,299
						<b>Total Gross Debt..</b>	364,962,512	377,690,320
						<b>ASSETS—</b>		
						Investments—Sinking Funds.....	44,770,875	47,032,493
						Other Investments.....	13,801,928	12,694,310
						Province Accounts.....	4,119,591	4,048,795
						Miscellaneous and Banking Accounts.....	41,402,397	47,700,888
						<b>Total Assets...\$</b>	104,094,793	111,473,488
						<b>Total Net Debt..\$</b>	260,867,718	266,216,832
						<b>Increase of Debt in 1905.....</b>		5,349,113

### STATEMENT OF CIRCULATION OF DOMINION NOTES AND OF SPECIE HELD BY GOVERNMENT, ALSO PUBLIC DEPOSITS IN GOVERNMENT SAVINGS BANKS AND OTHER BANKS.

DOMINION NOTES.	SPECIE AND SECURITIES HELD BY GOVERNMENT.	DEPOSITS, 31ST AUGUST, 1905.
Fractional Notes...\$ 377,062 25	Specie held by the several Assistant Receivers General, on the 31st August, 1905..... \$36,682,895	Post-Office Savings Banks.. \$45,367,027
Provincial Notes.. 28,285 47	Guaranteed Sterling Debentures, £400,000 sterling 1,946,666	Dominion Government Savings Banks..... 16,558,387
Dominion Ones and Twos..... 13,122,524 00		Total Government deposits . \$61,925,414
Dominion Fours... 314,189 00	Specie and Guaranteed Debentures to be held under chapter 43 of the Statutes of 1903, intituled "An Act respecting Dominion Notes," 25 p.c. on \$30,000,000 \$ 7,500,000	City and District Savings Bank..... 18,047,063
Dominion Large Notes..... 4,060,000 00	Specie held in excess of \$30,000,000 19,456,560	Caisse d'Economie, &c..... 7,598,597
Legal Tender Notes for Banks..... 31,554,500 00		Loan and Savings Co's .... 20,150,000
Total.....\$49,456,560 72	Excess of Specie and Guaranteed Debenture... \$11,673,501	Chartered Banks ..... \$533,954,566
	Reserve on amount of deposits held in Savings Banks on 31st August, 1905, being 10 p.c. on \$61,737,573 24, under chap. 62 of the Statutes of 1903, intituled "An Act respecting Government and Post-Office Savings Banks"..... \$6,173,757	<b>Total deposits in Canada.... \$641,675,640</b>
	<b>Total Excess of Reserves over Note Issues \$5,499,244</b>	

\* Includes \$52,567,794 of deposits elsewhere than in Canada.