

REPORT TO THE HOUSE

THURSDAY, May 21, 1959.

The Sessional Committee on Railways, Air Lines and Shipping owned and controlled by the government has the honour to present its

THIRD REPORT

Matters referred

1. Complying with the Orders of Reference of the House dated April 29 and May 4, 1959, your Committee had for consideration the following matters:
 - Canadian National Railways Annual Report (1958);
 - Canadian National Railways Capital Budget and Estimated Income Account (1959);
 - Canadian National (West Indies) Steamships Ltd—Annual Report (1958);
 - Canadian National Railways Securities Trust—Annual Report (1958);
 - Auditors' Reports to Parliament of Geo. A. Touche & Co. (Canadian National Railways and Trans-Canada Air Lines);
 - Main Estimates (1960) Items 410, 411 and 419;
 - Trans-Canada Air Lines—Annual Report (1958) and Capital and Property and Equipment Budgets (1959).

Witnesses

2. Your Committee held 9 meetings in the course of which were heard Mr. Donald Gordon, President of the Canadian National Railways; Mr. S. F. Dingle, Vice-President (Operations); and Mr. J. L. Toole, Vice-President (Accounting and Finance), as well as Mr. G. R. McGregor, President of Trans-Canada Air Lines, and representatives of the firm George A. Touche & Co., Auditors.

Second Report to the House

3. Your Committee considered items 410, 411 and 419 of the Main Estimates for the year 1960, hereafter listed:

410—Prince Edward Island Car Ferry and Terminals	\$ 1,741,000
411—Newfoundland Ferry and Terminals	4,738,000
419—Maritime Freight Rates Act	14,100,000

In its Second Report to the House dated May 12, 1959, your Committee recommended the approval of the said estimates. In the same report, your Committee informed the House that it had considered and approved the Capital Budget and the Estimated Income Account for 1959 of the Canadian National Railways as well as the Capital and the Property and Equipment Budgets of Trans-Canada Air Lines for the year 1959.

Canadian National Railways—Annual Reports, etc., and Trans-Canada Air Lines

4. Your Committee considered and approved the Annual Report for 1958 of the Canadian National Railways. It also examined and approved the Annual Report for 1958 of Trans-Canada Air Lines. Approval was also given to the