

TABLE 6
 GOVERNMENT OF CANADA CASH REQUIREMENTS
 AND SOURCES OF FINANCING

(Calendar years)

	1967	1968	1969 ⁽³⁾
	(Millions of dollars)		
Cash Requirements			
Budgetary deficit (+) or surplus (-).....	646	733	-441
Non-budgetary excluding all foreign exchange transactions ⁽¹⁾	673	331	336
Sub-total.....	1,319	1,064	-105
Foreign exchange transactions cash requirements (+) or receipts (-).....	158	252	18
Over-all cash requirements.....	1,477	1,316	-87
Sources of Finance			
Market Bonds ⁽¹⁾			
Gross new issues.....	1,935	2,778	1,406
Retirements.....	1,485	1,640	1,497
Net.....	450	1,138	-91
(of which foreign pay).....	(-206)	(266)	(14)
Treasury Bills.....	285	370	70
Canada Savings Bonds.....	230	40	329
Non-marketable and other ⁽²⁾	216	-179	280
Total.....	1,181	1,371	588
Changes in Receiver General bank balances.....	-296	+55	+675

⁽¹⁾This item includes funds used to pay off maturing CNR bonds.

⁽²⁾Includes Unemployment Insurance Commission and Canada Pension Plan bonds, Securities Investment Account and securities held for retirement of unmatured debt.

⁽³⁾Preliminary.

The budgetary position of the Government of Canada swung from a deficit of \$733 million in calendar 1968 to a surplus of \$441 million in 1969. The deficit on non-budgetary account, which had been halved in 1968, remained virtually unchanged at \$336 million in 1969. Taking into account cash requirements for foreign exchange operations, there was a change from a total cash requirement in 1968 of just over \$1.3 billion to a cash surplus in 1969 of a little less than \$100 million. Main features of the financing of these requirements are exhibited in Table 6.

The non-budgetary accounts of the Government of Canada include some very large receipts deriving, for example, from contributions to the federal employees' pension funds and from taxes credited to the Old Age Security Fund. The details may be found in Part II of this White Paper. The economic significance of the non-budgetary loans and investments has special character and deserves discussion here.

Loans, advances and investments by the federal government to Crown corporations and agencies, other governments and their agencies, and international organizations, but excluding Exchange Fund Account transactions, will