

*The Budget—Appendix*

The government annuities account increased by \$58 million reflecting the amount by which premium receipts of \$62 million, interest credited to the account by the government of \$40 million and the amount of \$1 million required to maintain the reserve exceed payments of \$46 million to annuitants and beneficiaries.

The increase of \$89 million in the superannuation account was due mainly to the government's contribution of \$37 million equal to the estimated current and prior service payments of individuals in 1957-58 and \$44 million interest credited to the account. The remainder of the increase was due to the excess of employees' current and prior service contributions of \$41 million and miscellaneous receipts of \$1 million over benefit payments of \$34 million.

The permanent services pension account increased by \$428 million. The major part of the increase was due to a credit of \$326 million to record in the account the full actuarial liability as at March 31, 1958 as calculated by the Department of Insurance. The balance of the increase reflected the government's contribution of \$50 million which is made at the rate of one and two-thirds times the current and prior service contributions, interest on the account of \$32 million, and contributions of \$30 million by permanent services personnel for current and prior years service less payments of \$10 million from the account.

*Old age security fund*

Under the Old Age Security Act pensions of \$55 per month are paid, without a means test, from the old age security fund to all eligible persons seventy years of age and over. Payments from the fund during the fiscal year were \$560 million while credits to the fund from the 2 per cent tax on personal incomes (maximum tax \$60), the 2 per cent tax on corporation profits and the 2 per cent sales tax totalled \$376 million. Temporary loans amounting to \$184 million were required to cover the deficit resulting from these transactions during 1958-59. Parliament has authorized the writing-off to expenditure in 1958-59 the deficit of \$184 million.

TABLE 36  
(in millions of dollars)

OLD AGE SECURITY FUND	Fiscal year ended March 31				
	1955	1956	1957	1958	1959 (estimated)
Tax receipts—					
2 per cent sales tax.....	143.1	160.4	179.3	175.8	173.0
2 per cent personal income tax.....	100.9	102.5	125.0	135.0	148.0
2 per cent corporation income tax.....	46.0	53.3	67.3	60.7	55.0
Total tax receipts.....	290.0	316.2	371.6	371.5	376.0
Pension payments.....	-353.3	-366.2	-379.1	-473.9	-560.0
Excess of payments over receipts.....	-63.3	-50.0	-7.5	-102.4	-184.0
Previous deficit brought forward.....	-45.8	-63.3	-50.0	-1.5	.....
Appropriation by Parliament—					
Charged to budgetary expenditure.....	45.8	63.3	56.0	103.9	184.0
Deficit in fund covered by temporary loan from the Minister of Finance.....	-63.3	-50.0	-1.5	.....	.....