

To carry out the new policy, three Department of Finance votes were included in the Supplementary Estimates (D), 1964-65. Vote 24d authorized the write-off to net debt of \$396,217,000 representing the unamortized actuarial deficiency of \$276,661,000 in the Public Service Superannuation Account as at December 31, 1957 and the deficiency of \$119,556,000 as at December 31, 1962, including interest to December 31, 1964 (see paragraph 175). Vote 16d provided for the initial contribution to the Public Service Superannuation Account to amortize deficiencies resulting from the authorization of salary increases during the 1963-64 and 1964-65 fiscal years "each one of which was applicable to at least one-quarter of one per cent" of the contributors under the Act. A dollar vote (18d) was included to amend the Public Service Superannuation Act, the Canadian Forces Superannuation Act and the Royal Canadian Mounted Police Superannuation Act to require that the deficiency resulting from any salary increase "applicable to at least one per cent" of the persons covered by the respective Acts be amortized over a five-year period commencing in the year in which the increase is authorized. This vote was withdrawn in Committee of Supply and its provisions were incorporated in Chapter 5, 1965, "An Act to amend certain Acts respecting the superannuation of persons employed in the Public Service, members of the Canadian Forces and members of the Royal Canadian Mounted Police", assented to on June 2, 1965.

The amendments to the Canadian Forces Superannuation Act and the Royal Canadian Mounted Police Superannuation Act were made effective from January 1, 1965, thus providing statutory authority to charge one-fifth of the deficiencies in those accounts arising from pay increases in 1964-65 to expenditure of the year.

Subsection (2) of section 32 of the Public Service Superannuation Act, as amended by Chapter 5, 1965, now reads:

There shall be credited to the Superannuation Account, following the authorization of any salary increase applicable to at least one per cent of those persons employed in the Public Service who are contributors, in five annual instalments commencing in the fiscal year in which the salary increase is authorized, such amount as, in the opinion of the Minister, is necessary to provide for the increase in the cost to Her Majesty of the benefits payable under this Act, as a result of such salary increase.

Department of Finance Vote 18 of the Main Estimates, 1965-66, makes provision for the second annual contribution to the Public Service Superannuation Account to amortize the deficiency resulting from salary increases authorized during 1963-64 and 1964-65. Unlike Vote 16d of the 1964-65 Estimates and subsection (2) of section 32 of the Public Service Superannuation Act which refer, respectively, to "one-quarter of one per cent of the contributors" under the Act and "at least one per cent of those persons employed in the Public Service who are contributors", this vote reads:

Government's contribution to the Superannuation Account as a result of the authorization of salary increases, each one of which was applicable to at least that percent of the contributors under the Public Service Superannuation Act, during the 1963-64 and 1964-65 fiscal years, as may be prescribed by the Treasury Board, in such amount as, in the opinion of the Minister of Finance, is necessary to provide for one-fifth of