

Mr. TASCHEREAU: —you will find at the bottom of the page under 1961 expenditures the figure \$162,900,000. This represents the capital requirements for 1961 for both C.N.R. and T.C.A. It is made up of the amount of \$178.9 million, which appears in paragraph (a) of clause 3, less the 16 million which I mentioned at the beginning and which represents work that we expect we will not be able to complete during the year.

Senator BRUNT: You are speaking of the calendar year?

Mr. TASCHEREAU: I am speaking of the calendar year 1961.

Senator BRUNT: And that is also your fiscal year—they coincide.

Mr. TASCHEREAU: Yes.

As to the first six months of 1962, you will find on page 2 of the budget, just below the middle of the page, the figure \$76 million.

The CHAIRMAN: Under "January 1, 1962 to June 30, 1962"?

Mr. TASCHEREAU: That is right.

That figure is shown in paragraph (b) of clause 3. This represents the capital requirements of the C.N.R. for the first six months of 1962, and includes T.C.A.

The last figure on page 2 of the budget, being \$44 million, is shown in paragraph (c) of clause 3. It represents what we sometimes refer to as our commitment authority—it enables us to meet commitments—but under subclause (5) of clause 3 the money will have to be included in a subsequent budget in the year in which it will become due.

The CHAIRMAN: So, it is not part of the figures for this year. It is the authorization that you are seeking to commit yourself for the next year, in respect of which next year you will come to us and ask for the money?

Mr. TASCHEREAU: That is right.

As to the comparisons with last year, if the committee will be patient with me I can give under each heading the corresponding figure for last year. On page 2 of the bill, under Gross Capital Expenditures, the amount required for road property this year is shown as \$122 million odd. Last year the corresponding amount was 170 million odd. The second figure, under branch line construction, this year being \$14.5 million, last year was \$2.2 million. The third figure, under hotels, being this year \$1.7 million, last year was \$3.3 million.

Senator BRUNT: Was this chiefly in Halifax?

Mr. TASCHEREAU: Yes, most of it this year is on the completion of the extension to the Nova Scotian hotel.

On equipment, the figure this year is \$14.2 million, and last year it was \$34.9 million. Mr. Vaughan reminds me that details as to hotel capital requirements are shown on page 5 of the budget.

With respect to investment in affiliated companies you will find that this year T.C.A. requirements are \$19.7 million, and last year the T.C.A. requirements amounted to \$82.3 million. "Others" this year are \$5.9 million and last year they were \$6.8 million, the total this year being \$178.9 million, as against \$299,950,000 last year.

Are these the figures you were asking for?

The CHAIRMAN: Thank you. Yes, I think that is quite an interesting comparison.

Mr. TASCHEREAU: My colleagues and I will be very pleased to answer any questions on either the bill or the budget.

Senator PEARSON: In the budget you have an amount for highway crossing protection—

Senator BRUNT: On what page is that?