

The unamortized portion of the actuarial deficiency in the Canadian forces superannuation account is \$331 million compared with \$227 million at March 31, 1971. During the year \$229 million was charged thereto as a result of salary increases and \$125 million was amortized to budgetary expenditure of which \$59 million was charged to interest on public debt.

The unamortized portion of the actuarial deficiency in the RCMP superannuation account is \$17 million compared with \$30 million at March 31, 1971. During the year \$13 million was amortized to budgetary expenditure of which \$3 million was charged to interest on public debt.

TABLE 57
(in millions of dollars)

DEFERRED CHARGES	Balance at March 31, 1971	Net transactions 1971-72 (preliminary)	Balance at March 31, 1972 (preliminary)
Unamortized portions of actuarial deficiencies—			
Superannuation accounts—			
Public service.....	311.2	89.1	400.3
Canadian forces.....	227.2	103.9	331.1
Royal Canadian Mounted Police.....	30.0	-12.9	17.1
	568.4	180.1	748.5
Unamortized loan flotation costs.....	175.2	-7.5	167.7
	743.6	172.6	916.2

Unamortized loan flotation costs

This account records the residual balances of discounts, commissions, redemption bonuses and conversion premiums on loan flotations that have not been charged to budgetary expenditure. The balance of \$168 million is \$7 million less than at March 31, 1971.

Cost of new loans issued during 1971-72 and charged to the account total \$72 million, of which \$32 million in respect of treasury bills discounts will be charged to interest on public debt in 1972-73. Credits to the account were \$79 million, of which \$45 million is a charge to the budgetary expenditure category "annual amortization costs" and \$34 million (representing discount applicable to 1971-72 on treasury bills issued in 1970-71) is a charge to the budgetary expenditure category "interest on public debt".

TABLE 58
(in millions of dollars)

	Fiscal year ended March 31	
	1971	1972 (preliminary)
Balance at beginning of year.....	182.8	175.2
New loan flotation costs to be amortized—		
7% May 1, 1970—February 1, 1971....	0.5	
7½% May 1, 1970—April 1, 1975.....	2.1	
7% May 1, 1970—September 1, 1977....	1.6	
6½% July 1, 1970—April 1, 1972.....	0.6	
6½% July 1, 1970—July 1, 1973.....	1.1	
7½% July 1, 1970—July 1, 1975.....	3.4	
7½% August 15, 1970—December 15, 1975.....	1.8	
6½% October 1, 1970—July 1, 1973....	0.3	
5½% December 15, 1970—December 15, 1972.....	0.3	
6% December 15, 1970—June 15, 1974....	0.9	
6½% February 15, 1971—February 15, 1989.....	2.4	
Adjustments.....	0.6	
Treasury bills discounts.....	34.5	32.0
Canada savings bonds.....	18.0	22.1
5½% August 1, 1971—December 1, 1974....		1.1
5½% August 1, 1971—December 15, 1972.....		0.1
5% April 1, 1971—April 1, 1974.....		1.4
5½% April 1, 1971—October 1, 1976....		5.2
6½% April 1, 1971—April 1, 1980.....		2.9
5½% June 1, 1971—June 1, 1976.....		1.7
6½% June 1, 1971—June 1, 1979.....		1.4
6½% August 1, 1971—August 1, 1976....		1.0
5½% October 1, 1971—December 1, 1973.....		0.1
4½% December 1, 1971—December 1, 1974.....		0.5
5½% December 15, 1971—December 15, 1979.....		2.4
	68.1	71.9
Less—		
Amortization charges—		
Canada savings bonds and general loans.....	-38.7	-44.8
Discounts on treasury bills charged to interest on public debt.....	-37.0	-34.6
	-75.7	-79.4
Increase or decrease (-) during year....	-7.6	-7.5
Balance at end of fiscal year.....	175.2	167.7

Capital assets

Assets of the government such as land, buildings, works and equipment, etc. that are charged to budgetary expenditure at the time of acquisition or construction, are included in this category and are shown on the statement of assets and liabilities at a nominal value of \$1.