

# Revenue, Expenditure

OTTAWA (CP) — Breakdown of federal revenues and expenditures contained in the budget white paper tabled in the Commons Thursday:

| SUMMARY                          |  | 1963-64         | 1962-63         |
|----------------------------------|--|-----------------|-----------------|
| Expenditures                     |  | \$6,822,000,000 | \$6,570,200,000 |
| Revenues                         |  | \$6,207,000,000 | \$5,878,700,000 |
| Deficit                          |  | \$615,000,000   | \$691,500,000   |
| <b>REVENUE</b>                   |  |                 |                 |
| <b>DIRECT TAXES</b>              |  |                 |                 |
| Personal income tax              |  | 1,863,000,000   | 1,744,600,000   |
| Corporation income tax           |  | 1,249,000,000   | 1,182,800,000   |
| Interest, dividends going abroad |  | 127,000,000     | 129,200,000     |
| Estate tax                       |  | 97,100,000      | 87,100,000      |
| Total direct taxes               |  | 3,336,000,000   | 3,143,700,000   |
| <b>INDIRECT TAXES</b>            |  |                 |                 |
| Customs duties                   |  | 580,000,000     | 645,000,000     |
| <b>EXCISE DUTIES</b>             |  |                 |                 |
| Spirits                          |  | 127,000,000     | 122,100,000     |
| Tobacco                          |  | 102,000,000     | 106,500,000     |
| Cigarettes, tobacco, cigars      |  | 171,000,000     | 166,500,000     |
| Less refunds                     |  | -5,000,000      | -4,900,000      |
| <b>EXCISE TAXES</b>              |  |                 |                 |
| Sales tax                        |  | 920,000,000     | 896,300,000     |
| Cigarettes, tobacco, cigars      |  | 223,000,000     | 217,800,000     |
| Electric power exports           |  | 1,000,000       | 500,000         |
| Jewelry, watches, ornaments      |  | 1,000,000       | 1,200,000       |
| Beer                             |  | 1,300,000       | 1,200,000       |
| TV sets, radios, tubes, phonos   |  | 21,900,000      | 20,000,000      |
| Hotel preparations               |  | 2,900,000       | 3,700,000       |
| Wines                            |  | 1,200,000       | 1,200,000       |
| Sundry                           |  | 900,000         | 800,000         |
| Interest and penalties           |  | 200,000         | 400,000         |
| Less refunds                     |  | -200,000        | -200,000        |
| Total indirect taxes             |  | 2,175,000,000   | 2,093,200,000   |
| <b>OTHER REVENUE</b>             |  |                 |                 |
| Non-tax revenue                  |  | 703,000,000     | 641,700,000     |
| Total revenue                    |  | 6,207,000,000   | 5,878,700,000   |
| <b>EXPENDITURES</b>              |  |                 |                 |
| Agricultural supports            |  | 122,000,000     | 71,800,000      |
| Aerial energy                    |  | 45,700,000      | 40,000,000      |
| BIG                              |  | 900,000         | 1,000,000       |
| CBC grants                       |  | 15,000,000      | 79,000,000      |
| CMHC                             |  | 83,000,000      | 87,000,000      |
| Chief electoral officer          |  | 11,500,000      | 11,500,000      |
| Citizenship-immigration          |  | 72,700,000      | 72,700,000      |
| Civil Service Commission         |  | 5,200,000       | 4,800,000       |
| Defence production               |  | 42,200,000      | 39,200,000      |
| Emergency measures               |  | 7,000,000       | 5,400,000       |
| External affairs                 |  | 97,300,000      | 85,200,000      |
| Government grants                |  | 30,900,000      | 29,200,000      |
| University grants                |  | 26,300,000      | 26,300,000      |
| Payments to provinces            |  | 352,400,000     | 275,300,000     |
| Public debt charges              |  | 990,800,000     | 917,800,000     |
| Fisheries                        |  | 24,100,000      | 23,200,000      |
| Forestry                         |  | 18,700,000      | 18,700,000      |
| Industry dept.                   |  | 700,000         | 24,700,000      |
| Pensionaries                     |  | 138,500,000     | 207,900,000     |
| Prov. technical training aid     |  | 105,400,000     | 105,400,000     |
| Unemployment Ins. Commission     |  | 10,200,000      | 5,900,000       |
| <b>OTHER REVENUE</b>             |  |                 |                 |
| House of Commons                 |  | 2,500,000       | 1,800,000       |
| Senate                           |  | 20,000,000      | 20,000,000      |
| Gold mining assistance           |  | 15,200,000      | 15,200,000      |
| National defence                 |  | 1,658,700,000   | 1,571,100,000   |
| Film Board                       |  | 5,700,000       | 5,600,000       |
| National Gallery                 |  | 1,000,000       | 1,000,000       |
| Health-hospital grants           |  | 53,000,000      | 50,200,000      |
| Hospital insurance               |  | 280,000,000     | 236,700,000     |
| Family allowances                |  | 329,600,000     | 315,600,000     |
| National Fitness Council         |  | 2,000,000       | 1,000,000       |
| Needy, blind, disabled allow.    |  | 64,700,000      | 62,700,000      |
| Unemployment assistance          |  | 106,000,000     | 96,500,000      |
| National Research Council        |  | 47,200,000      | 40,600,000      |
| National revenue dept.           |  | 83,600,000      | 75,800,000      |
| Northern affairs                 |  | 84,200,000      | 86,400,000      |
| Post office                      |  | 207,100,000     | 189,400,000     |
| Privy Council                    |  | 8,200,000       | 600,000         |
| Public works                     |  | 371,000,000     | 162,700,000     |
| RCMP                             |  | 67,800,000      | 65,400,000      |
| Grain storage assistance         |  | 29,600,000      | 32,200,000      |
| Trade dept.                      |  | 28,200,000      | 27,600,000      |
| Transport                        |  | 428,100,000     | 416,600,000     |
| Veterans affairs                 |  | 331,700,000     | 303,600,000     |

O. C. A. W.

LOCAL 9-891

EAST SAINT JOHN, N. B.



March 8, 1964

**To ALL OUR FRIENDS:**

We wish to advise that we have settled our differences with Irving Refining Limited.

We strongly recommend that you purchase Irving Oil petroleum products -

**THE BEST IN THE MARITIMES.**

Yours sincerely,

**OIL, CHEMICAL AND ATOMIC WORKERS LOCAL 9-691**

*Joseph A. McNeill*  
President

**OIL, CHEMICAL AND ATOMIC WORKERS INTERNATIONAL UNION**

*Fernand Daoust*  
Fernand Daoust  
Project Director

# Federal Budget Deficit Shows Slight Reduction

OTTAWA (CP) — A federal budget deficit of an estimated \$655,000,000 for the fiscal year ending March 31—a slender reduction of \$60,000,000 from the 1962-63 deficit—was reported Thursday by Finance Minister Gordon.

The third highest deficit in peacetime history, it followed a string of six consecutive deficits under the former Conservative government. The total red ink on government accounts for the seven years since April 1, 1957, \$3,569,000,000.

The preliminary accounts for 1963-64 were tabled in the Commons in a white paper which begins the stage for the budget speech Monday night.

The reduction in the deficit from the previous year's \$691,000,000 marked the second successive decline from the peak peacetime deficit of \$791,000,000 in 1961-62.

But the short step towards a balanced budget was considerably smaller than the one Mr. Gordon hoped for in his first budget speech last June 11 when he forecast a \$585,000,000 deficit. Last July 8, forced into a major retreat over a new sales tax on building materials and construction equipment, he revised the forecast upwards to \$655,000,000—\$30,000,000 short of the deficit reported in the white paper.

**ECONOMY STROGG**  
The white paper contained one big sign of optimism for next year—the view that the long-lasting economic upswing which began early in 1961 "shows no signs of weakening."

Barring major tax cuts in his new budget—and these are unlikely—the economic buoyancy will falter, government revenues. Last year's growth in national output, rated at six per cent, pushed federal revenues up 5.6 per cent in 1963-64.

Last June 15 Mr. Gordon termed his initial budget the first step "toward balancing our federal budget under conditions of high employment." On Sunday he predicted that the government's estimate of a six-per-cent gain in gross national product—a value of all-

goods and services produced—would put 1963 output at \$42,225,000,000 compared with \$40,401,000,000 in 1962.

He said most prices have been relatively stable during the current upswing.

Average employment rose by 2.4 per cent last year and an employment averaged 5.5 per cent of the labor force compared with 5.9 per cent in 1962.

At year end the jobless rate, adjusted to discontinue seasonal factors, was 4.9 per cent—the lowest since 1957.

The government's own—all cash requirements for 1963-64 were considerably less than last year's \$319,000,000 compared with \$1,464,000,000.

This cash deficit reflects both the budgetary deficit and a wide variety of non-budgetary transactions which affect government asset and liabilities.

These non-budgetary operations, in balance, produced a \$166,000,000 surplus compared with a \$772,000,000 deficit in 1962-63. Main factor in the

increase in the deficit was the \$27,000,000 increase in the cost of carrying the public debt to \$960,300,000, and a rise of \$99,300,000 in total defence spending to \$1,699,000,000.

Most of the defence increase was due to a special \$750,000,000 payment into the armed forces pension fund.

The two biggest items behind the jump in the cost of carrying the public debt were the federal-provincial hospital insurance plan, which took \$300,000,000, and a \$50,200,000 rise in the agricultural price support program to \$122,000,000.

But in some areas Mr. Gordon found the pinch on his treasury easing.

There was a \$69,000,000 drop in payments for provincial technical and vocational training schools and a \$22,900,000 decline in outlays under federal-provincial tax arrangements. As well, the minister saved \$25,300,000 by repealing last year's "demonstration write-off on the NRX atomic reactor at Chalk River."

The white paper's review of the economic picture was a rosy one.

It said that at the end of 1963 the economic expansion had already outlasted the 1962-63 upswing and indications were that the economy was gaining speed in the last quarter of 1963.

OTTAWA (CP)—The federal tax man gets the smoker to cough and going.

The disconcerting—to the smoker—story shows up vividly in the pre-budget white paper tabled in the Commons Thursday by Finance Minister Gordon.

First there is an excise duty on tobacco. In the 1963-64 fiscal year this yielded the government an estimated \$17,000,000.

Change was a turn-around in operations of the foreign exchange reserve fund, which required \$843,000,000 last year but this year returned \$48,000,000 to federal coffers.

Government borrowing operations increased the net debt held by the public by \$27,000,000. This more than offset the cash deficit and will boost the government's cash balances by \$218,000,000 to an estimated \$696,000,000 on March 31.

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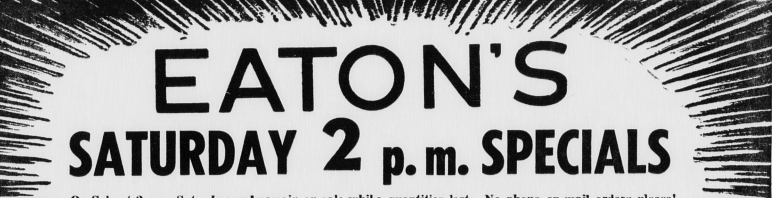
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On Sale at 2 p.m. Saturday and remain on sale while quantities last. No phone or mail orders please!

|  |  |  |  |   |
|--|--|--|--|---|
| <p><b>Women's Dress Shoes</b></p> <p>Dressy shoes in colours: green, red, blue, mauve, and tan. One toe and brown. These are better quality shoes, made up to clear broken size range.</p> <p>2 P.M. Special, pair <b>2.99</b></p> | <p><b>Shampoo</b></p> <p>Extra rich hard water shampoo. 32 ounce bottle.</p> <p>2 P.M. Special, each <b>88c</b></p>                          | <p><b>Pegless Clothes Line</b></p> <p>Extends to over 10 feet, will not mark clothing.</p> <p>2 P.M. Special, each <b>63c</b></p>                    | <p><b>Men's and Boys' Wear</b></p> <p><b>Men's Shirts</b></p> <p>Check patterns, assorted colors. Good quality cotton in sizes small, medium and large.</p> <p>2 P.M. Special, each <b>2.19</b></p>  | <p><b>Slip and Brief Set</b></p> <p>Has slip and briefs. Sizes medium and large.</p> <p>2 P.M. Special, pair <b>1.09</b></p>  |
| <p><b>Hosiery Dept.</b></p> <p><b>Seamless Nylons</b></p> <p>Seamless mesh knit on 400 needle machine. From 15 denier yarn. A wide color range of shades. Sizes 9 to 11.</p> <p>2 P.M. Special, pair <b>39c</b></p>                | <p><b>Hand Lotion</b></p> <p>Pure silk.</p> <p>2 P.M. Special, each <b>17c</b></p>   | <p><b>Garment Bags</b></p> <p>Junco size with zipper closure. Helps protect clothes from moths and dust.</p> <p>2 P.M. Special, each <b>2.39</b></p> | <p><b>Women's Pyjamas</b></p> <p>Cozy, plaid, tailored style in blue. Small only.</p> <p>2 P.M. Special, pair <b>1.99</b></p>  | <p><b>China and Housewares</b></p> <p><b>Petit Point Fine Bone China</b></p> <p>By Royal Albert. 20% discount. Cup and saucer, reg. 2.25</p> <p>2 P.M. Special, set <b>1.89</b></p> |
| <p><b>Men's Hose</b></p> <p>Wool and man in fancy patterns. A wide range of colors. Sizes 9 1/2 to 12.</p> <p>2 P.M. Special, pair <b>69c</b></p>  | <p><b>Skin Balm</b></p> <p>A preparation for keeping hands and face free from chapping. 16 ounce.</p> <p>2 P.M. Special, each <b>88c</b></p> | <p><b>Pant Hangers</b></p> <p>One hanger, adjustable in size.</p> <p>2 P.M. Special, each <b>1.19</b></p>  | <p><b>Drop Back Couch</b></p> <p>Priced to clear. (1 only)</p> <p>2 P.M. Special, each <b>14.95</b></p>  | <p><b>Folding Doors</b></p> <p>Slant folding doors, size approx. 32 x 80". Grey.</p> <p>2 P.M. Special, each <b>6.99</b></p>  |
| <p><b>Boys' Hose</b></p> <p>Outfit stretch nylon in fancy patterns. A wide selection of colors. Fits sizes 8 to 10 1/2.</p> <p>2 P.M. Special, pair <b>37c</b></p>   | <p><b>Facial Tissue</b></p> <p>200 sheets in a box.</p> <p>2 P.M. Special, each <b>15c</b></p>   | <p><b>Photo Album</b></p> <p>Junco plastic photo album.</p> <p>2 P.M. Special, each <b>88c</b></p>   | <p><b>Chesterfield Chair</b></p> <p>Priced to clear. (1 only)</p> <p>2 P.M. Special, each <b>9.95</b></p>  | <p><b>Hamper</b></p> <p>Spacious bathroom hamper. Two sets of brass colored rings. Customized lid. Reg. 21.95.</p> <p>2 P.M. Special, each <b>16.99</b></p>                         |
| <p><b>Jewellery Dept.</b></p> <p><b>Clutch Style Billboards</b></p> <p>English morocco in colours: red, brown, black.</p> <p>2 P.M. Special, each <b>2.79</b></p>  | <p><b>Haiibut Liver Oil Capsules</b></p> <p>With vitamin D added. 250 in bottle.</p> <p>2 P.M. Special, each <b>1.77</b></p>                 | <p><b>Tinted Notes</b></p> <p>32 notes and matching envelopes.</p> <p>2 P.M. Special, pkge. <b>88c</b></p>   | <p><b>Floor Covering</b></p> <p><b>Washable Cotton Mats</b></p> <p>Anti-skid latex backing. About 24 x 36" in colours: green, blue, beige and turquoise.</p> <p>2 P.M. Special, each <b>3.89</b></p> | <p><b>Ironing Board Cover</b></p> <p>For steam or dry ironing. Heavy silicone treated cover. Steam resistant. Fits standard size board.</p> <p>2 P.M. Special, each <b>65c</b></p>  |
| <p><b>Billboards</b></p> <p>Tab closing. English morocco in colours.</p> <p>2 P.M. Special, each <b>1.79</b></p>   | <p><b>Pine Bath Crystals</b></p> <p>"Rain-like" softness. 40 ounce tin.</p> <p>2 P.M. Special, each <b>88c</b></p>                           | <p><b>"Magic" Desk Set</b></p> <p>Attractive stand that lets ball point pen hang from holder.</p> <p>2 P.M. Special, each <b>88c</b></p>             | <p><b>Activity Set</b></p> <p>"Fun Time" play kit consists of 5 coloring books and crayons.</p> <p>2 P.M. Special, set <b>88c</b></p>  | <p><b>Writing Set</b></p> <p>2 note pads, 3 letter pads, 10 envelopes.</p> <p>2 P.M. Special, set <b>89c</b></p>  |
| <p><b>Barometers</b></p> <p>Mahogany finish with gold colour trim. Indicates local weather conditions 24 to 48 hours in advance.</p> <p>2 P.M. Special, each <b>2.89</b></p>   | <p><b>Pillow Cases</b></p> <p>Stamped to emboider. Good quality white cotton. Iron stitched.</p> <p>2 P.M. Special, pair <b>1.69</b></p>     | <p><b>Thrifty Boxes</b></p> <p>With key.</p> <p>2 P.M. Special, each <b>1.99</b></p>   | <p><b>Rose Bows</b></p> <p>Plastic coated bows in package.</p> <p>2 P.M. Special, pkge. <b>97c</b></p>   | <p><b>Envelopes</b></p> <p>Self seal, 110 in a box.</p> <p>2 P.M. Special, each <b>66c</b></p>  |
| <p><b>Flannellette Blankets</b></p> <p>Good quality, creamy-white flannellette with colours: hoppers, whipped, snuggly, slippers, 30.</p> <p>2 P.M. Special, pair <b>5.99</b></p>  | <p><b>Ash Trays</b></p> <p>Set of 4 Precut glass ash trays. Ideal for bridge parties.</p> <p>2 P.M. Special, set <b>98c</b></p>              | <p><b>Pot Cleaners</b></p> <p>Can't rust. Foot. Assorted colours.</p> <p>2 P.M. Special, each <b>10c</b></p>   | <p><b>Dusters</b></p> <p>Yellow flannel, "dusters".</p> <p>2 P.M. Special, each <b>29c</b></p>   | <p><b>Glitter "Magic"</b></p> <p>Sticks to anything. Colours: silver, gold, blue, etc.</p> <p>2 P.M. Special, each <b>27c</b></p>   |

**A SPECIAL NOTE FOR BUDGET ACCOUNT CUSTOMERS AT EATON'S**

Open A New Account OR Purchase on Your Paid New Budget Account

No Payment Until May OR With No Payment Until May.

Commencing immediately the first payments on all new budget accounts will not be due until May 1964. If you have a paid up budget account there will be no payments until you have new purchases. This offer will be available until March 14, 1964. Enquire at our customers account office, Moncton, Miramichi, or St. John's.

SO SHOP NOW ON A NEW ACCOUNT (OR REOPEN YOUR PAID UP BUDGET ACCOUNT) AT EATON'S