



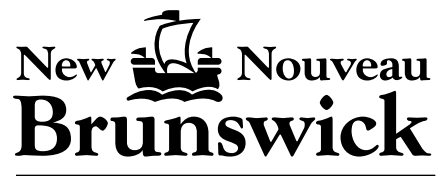
Volume 1
Financial Statements

Public Accounts

for the fiscal year ended 31 March

1995

Printed by
Authority of the Legislature
Fredericton, N.B.



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To Her Honour,

The Honourable Margaret McCain, B.A., B.S.W., L.L.D.
Lieutenant-Governor of the Province of New Brunswick

The undersigned has the honour to submit the Public Accounts of the Province of New Brunswick for the fiscal year ended 31 March 1995.

I am, Your Honour,

Original Signed By

EDMOND P. BLANCHARD, Q.C.
Minister of Finance

Fredericton, New Brunswick
30 November 1995

The Honourable Edmond P. Blanchard, Q.C.
Minister of Finance

Sir:

The undersigned has the honour to present to you the Public Accounts of the Province of New Brunswick for the fiscal year ended 31 March 1995.

Respectfully submitted,

Original Signed By

Carol E. A. Loughrey, M.B.A., F.C.A.
Comptroller

Fredericton, New Brunswick
30 November 1995

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INTRODUCTION VOLUME I

The Public Accounts of the Province of New Brunswick are presented in three volumes.

This volume contains the audited financial statements of the reporting entity of the Province as described in Note 1 to the financial statements. They include a Statement of Financial Position, a Statement of Revenue and Expenditure, a Statement of Changes in Financial Position and a Statement of Net Debt. This volume also contains the Auditor's Report and a Statement of Responsibility.

Volume II contains unaudited supplementary information to the Financial Statements presented in Volume I. It presents summary statements for revenue and expenditure as well as five-year comparative statements. Volume II also contains detailed information on Supplementary Appropriations, Funded Debt and Capital Loans, statements of the General Sinking Fund, Securities Held, and revenue and expenditure by government department (this includes travel, vendor and salary listings).

Volume III contains the financial statements of those corporations, boards and commissions which are accountable for the administration of their financial affairs and resources to the Government or the Legislature of the Province. The Government or Legislature also has the power to control these organizations either through ownership or through legislative provisions. Volume III also contains various trust funds which the Province administers as Trustee.



STATEMENT OF RESPONSIBILITY

The financial statements of the Province of New Brunswick are prepared each year by the Comptroller as required under section 12 of the Financial Administration Act. The financial statements include a Statement of Financial Position, a Statement of Revenue and Expenditure, a Statement of Changes in Financial Position and a Statement of Net Debt.

Financial statement integrity and objectivity are the responsibility of the Government. To help fulfil this responsibility, systems of internal control have been established to provide reasonable assurance that transactions are properly authorized, executed and reported. The statements are prepared in accordance with the accounting policies described in Note 1 to the Financial Statements.

On behalf of the Government:

Original Signed by

Honourable Edmond P. Blanchard, Q.C.
Minister of Finance

30 November 1995



AUDITOR'S REPORT

To the Legislative Assembly
Province of New Brunswick

I have audited the statement of financial position of the Province of New Brunswick as at 31 March 1995 and the statements of revenue and expenditure, net debt and changes in financial position for the year then ended. These financial statements are the responsibility of government. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by government, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Province as at 31 March 1995 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting policies set out in Note 1 to the financial statements. As required by section 10 of the Auditor General Act, I report that, in my opinion, these policies have been applied, after giving retroactive effect to the change in accounting for government enterprises as explained in Note 2 to the financial statements, on a basis consistent with that of the preceding year.

Original Signed by

R. W. Black, FCA
Auditor General

30 November 1995

P.O. Box 758
Fredericton, N.B.. E3B 5B4

STATEMENT OF FINANCIAL POSITION
as at 31 March 1995

Schedule	(millions)	
	1995	1994
ASSETS		
1 Cash and Short Term Investments	\$ 213.6	\$ 50.4
2 Accounts and Interest Receivable	237.5	279.0
3 Taxes Receivable	372.3	374.9
4 Inventories	23.5	18.6
5 Prepaid and Deferred Charges	63.6	46.6
Unrealized Foreign Exchange Losses	274.4	201.8
6 Loans and Advances	152.8	145.4
7 Investments	472.3	405.4
Total Assets	\$ 1,810.0	\$ 1,522.1
LIABILITIES		
8 Bank Advances and Short Term Borrowing	\$ 803.5	\$ 523.7
9 Accounts Payable	239.1	291.4
10 Accrued Expenditures	220.8	191.2
11 Allowance for Losses on Guaranteed Loans Note 12)	8.3	11.6
12 Deferred Revenue	214.4	205.7
13 Deposits Held in Trust	14.3	12.4
14 Accrued Pension Liability Note 11)	1,467.7	1,578.6
	2,968.1	2,814.6
Funded Debt and Capital Loans Note 10)	6,288.8	5,887.6
Less: Sinking Fund Investments	1,921.8	1,719.0
	4,367.0	4,168.6
Total Liabilities	7,335.1	6,983.2
NET DEBT	5,525.1	5,461.1
	\$ 1,810.0	\$ 1,522.1

Contingent Liabilities - See [Note 12](#)

Commitments - See [Note 13](#)

The accompanying notes are an integral part of these Financial Statements.

Original Signed by

Carol E.A. Loughrey, M.B.A., F.C.A.
Comptroller

STATEMENT OF REVENUE AND EXPENDITURE
for the fiscal year ended 31 March 1995

Schedule	(millions)			
	1995 Budget (Note 3)	1995 Actual	1994 Actual	
REVENUE				
Provincial Sources				
15	Taxes on Consumption	\$ 894.1	\$ 889.2	\$ 845.1
	Taxes on Property	234.0	241.6	220.0
16	Taxes on Income	868.9	862.7	819.3
17	Other Taxes	33.8	34.0	32.8
18	Licenses and Permits	86.7	91.6	87.0
19	Royalties	41.2	48.5	34.6
20	Investment Income	207.1	232.4	199.9
21	Other Provincial Revenue	97.7	110.4	123.6
	Sinking Fund Earnings	149.2	157.5	143.7
		2,612.7	2,667.9	2,506.0
Federal Sources				
	Fiscal Equalization and Stabilization Payments	948.0	925.9	819.8
	Established Programs Financing	245.0	263.8	261.8
	Extended Health Care Financing	38.4	38.7	38.5
	Other Unconditional Grants - Canada	1.8	1.9	1.9
22	Conditional Grants - Canada	361.9	395.7	394.9
		1,595.1	1,626.0	1,516.9
	Total Revenue (Note 4)	4,207.8	4,293.9	4,022.9
EXPENDITURE				
Social Services				
23	Education	1,013.1	979.1	1,009.4
24	Health	1,289.5	1,282.1	1,242.1
	Income Assistance	292.7	299.4	304.6
25	Justice	98.1	101.8	97.4
		2,693.4	2,662.4	2,653.5
26	Economic Development	297.0	318.5	295.9
27	Municipal Affairs	207.9	208.0	218.2
28	Transportation	319.9	360.7	346.4
29	Central Government	193.9	163.7	173.8
	Service of the Public Debt	572.0	644.6	585.1
	Total Expenditure (Notes 4 and 14)	4,284.1	4,357.9	4,272.9
	DEFICIT	\$ 76.3	\$ 64.0	\$ 250.0

The accompanying notes are an integral part of these Financial Statements.

STATEMENT OF CHANGES IN FINANCIAL POSITION
for the fiscal year ended 31 March 1995

	(millions)	
	1995	1994
OPERATING TRANSACTIONS		
Deficit	\$ (64.0)	\$ (250.0)
Non Cash Items		
Amortization of Premiums, Discounts and Issue Expenses	6.4	6.5
Amortization of Unrealized Foreign Exchange Losses	32.8	41.0
Increase in Allowance for Doubtful Accounts	20.6	20.5
Sinking Fund Earnings	(157.5)	(143.7)
Decrease in Pension Liability (Note 11)	(110.9)	(59.7)
Cash Applied to Working Capital	(6.8)	(25.2)
Cash Applied to Operating Transactions	<u>(279.4)</u>	<u>(410.6)</u>
INVESTING TRANSACTIONS		
Increase in Investments, Loans and Advances	(82.8)	(8.2)
Cash Applied to Investing Transactions	<u>(82.8)</u>	<u>(8.2)</u>
FINANCING TRANSACTIONS		
Cash Proceeds of Funded Debt Issued	703.1	624.2
Received from Sinking Fund for Redemption of Debentures and Payment of Exchange	49.3	37.6
Sinking Fund Instalments	(94.7)	(87.3)
Serial Redemptions and Capital Loan Repayments	(2.5)	(2.3)
Funded Debt Matured	(409.6)	(275.9)
Cash Provided by Financing Transactions	<u>245.6</u>	<u>296.3</u>
DECREASE IN CASH DURING YEAR	(116.6)	(122.5)
CASH POSITION - BEGINNING OF YEAR	(473.3)	(350.8)
CASH POSITION - END OF YEAR	<u>\$ (589.9)</u>	<u>\$ (473.3)</u>
CASH REPRESENTED BY		
Cash and Short Term Investments	\$ 213.6	\$ 50.4
Bank Advances and Short Term Borrowing	(803.5)	(523.7)
	<u>\$ (589.9)</u>	<u>\$ (473.3)</u>

The accompanying notes are an integral part of these Financial Statements.

STATEMENT OF NET DEBT
for the fiscal year ended 31 March 1995

	(millions)	
	1995	1994
NET DEBT - BEGINNING OF YEAR		
As Previously Published	\$ 5,837.3	\$ 5,546.6
Prior years' Adjustments		
Investment in Government Enterprises (Note 2)	(376.2)	(335.5)
As Restated	5,461.1	5,211.1
DEFICIT	64.0	250.0
NET DEBT - END OF YEAR	\$ 5,525.1	\$ 5,461.1

The accompanying notes are an integral part of these Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) The Provincial Reporting Entity

The Provincial Reporting Entity is comprised of the Consolidated Fund, the General Sinking Fund and certain agencies and corporations that are accountable to the Legislature. These entities are included in the Provincial Reporting Entity through one of the following accounting methods.

- Consolidation method - This method combines the accounts of organizations line-by-line on a uniform basis of accounting and eliminates inter-organizational balances and transactions.
- Modified equity method - This method aggregates a business enterprise's net assets with those of the Province by adjusting the investment shown in the Province's Statement of Financial Position and by presenting the net income of the enterprise as a component of the Province's investment income. All unrealized gains or losses that remain within the Provincial Reporting Entity are eliminated; however, inter-organizational transactions and balances are not eliminated. The accounting principles of organizations included through this method are not adjusted to conform with those of the Province.
- Transaction method - This method records only transactions between the Province and the other organizations.

Organizations that have been included in the Provincial Reporting Entity through consolidation are:

Arts Development Trust Fund;
Environmental Trust Fund;
Group Insurance Trust Fund;
New Brunswick Housing Corporation;
New Brunswick Transportation Authority;
Regional Development Corporation;
Sport Development Trust Fund.

Organizations that meet the accounting criteria for government enterprises as described in note 8, and that have been included in the Provincial Reporting Entity through modified equity accounting are:

Algonquin Properties Limited;
Lotteries Commission of New Brunswick;
New Brunswick Liquor Corporation;
New Brunswick Municipal Finance Corporation;
New Brunswick Power Corporation;
Workplace Health, Safety and Compensation Commission.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

Certain other organizations also meet the accounting criteria for inclusion in the Provincial Reporting Entity, however they have been included using the transaction method. This treatment was used because any adjustments required to consolidate these entities, or record them on a modified equity basis, are not material. The determination of which entities could be excluded because of materiality was made by Board of Management. These other organizations are:

Advisory Council on the Status of Women;
Board of Commissioners of Public Utilities of New Brunswick;
Forest Protection Limited;
Kings Landing Corporation;
Mental Health Commission of New Brunswick;
New Brunswick Crop Insurance Commission;
New Brunswick Geographic Information Corporation;
New Brunswick Museum;
New Brunswick Research and Productivity Council;
Premier's Council on the Status of Disabled Persons;
Provincial Holdings Ltd.;
Strait Crossing Finance Inc.;
Youth Council of New Brunswick.

The following organizations do not meet the accounting criteria for inclusion in the Provincial Reporting Entity and are therefore reflected using the transaction method:

Hospital Corporations;
New Brunswick School Boards;
Nursing Homes.

b) Basis of Accounting

The financial statements of the Province are prepared as required by the Financial Administration Act using the accounting policies described below:

Accrual Accounting

Expenditures are recorded on an accrual basis for all goods received and services rendered during the fiscal year except as described below:

No accrual has been made for employee retirement allowances or vacation entitlements.

The Province is self-insured against benefit payments to injured employees. The value of future benefit payments as determined by an actuary is not recorded as a liability.

Environmental liabilities are not recognized in the financial statements. Significant commitments for environmental cleanup are disclosed in note 12 to these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

31 March 1995

Revenue from Canada under the Federal-Provincial Fiscal Arrangements and Federal Post-Secondary Education and Health Contributions Act, 1977, and the Canada-New Brunswick Tax Collection Agreement is accrued based on estimates provided by Canada. These estimates are subject to adjustment in future years, and such adjustments are included in revenue when Canada informs the Province of the revisions. The most recent revision included in these financial statements is dated 29 November 1995.

All other revenues and recoveries are recorded on an accrual basis.

Allocation of Interest

Interest and other debt service charges are reported in the Statement of Revenue and Expenditure as Service of the Public Debt except as described below:

Because government enterprises are included in the Provincial Reporting Entity through modified equity accounting, the cost of servicing their debt is not included in the Service of the Public Debt expenditure. The cost of servicing the debt of government enterprises is an expenditure used in the calculation of their net profit for the year.

Interest costs imputed on the Province's Accrued Pension Liability are recorded as part of pension expense which is included in various expenditure function classifications.

Interest is not allocated to other functions except for \$2.5 million of interest subsidies on certain loans issued.

Interest earned on the assets of the General Sinking Fund, and on other provincial assets is reported as revenue.

Government Transfers

Government transfers are transfers of money, such as grants, from a government to an individual, an organization or another government for which the government making the transfer does not receive any goods or services directly in return.

Government transfers are recognized in the Province's financial statements as expenditures or revenues in the period that the events assuring the transfer occurred. Liabilities have been established for any transfers due at 31 March 1995 for which the intended recipients have met the eligibility criteria. Receivables have been established for amounts to which the Province is entitled under governing legislation, regulation or agreement.

Assets

Assets reported on the Statement of Financial Position include cash, financial claims due to the Province, prepaid and deferred expenditures, inventory of supplies for use or resale, unrealized foreign exchange losses and investments held by the Province.

The cost of acquiring physical assets is expensed in the year of acquisition. The Statement of Financial Position does not report an amount for these assets.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

Short Term Investments

Short term investments are recorded at cost.

Allowances for Doubtful Accounts

Allowances for doubtful accounts have been established for each type of account receivable and for loan guarantees. These allowances are disclosed in the schedules to the financial statements. The increase in these allowances charged to operations for the fiscal year ended 31 March 1995 was \$20.6 million (\$20.5 million 1994).

Loans Recoverable Through Future Appropriations

Loans receivable are charged to expenditure in the year they are issued when repayment of the loans will only be from funds the Province will provide to the debtor in the future. Future recoveries of these loans are recorded as revenue when received.

Inventories

Inventories are recorded at the lower of cost or net realizable value. Inventories include properties acquired through foreclosure. Properties acquired through foreclosure which have not been disposed of within two fiscal year ends of repossession are removed from inventory and are recorded as expenditure.

Deposits Held in Trust

Any funds remitted to the Province and held in trust for specified persons are included in both the financial assets and liabilities of the Province. Legally established trust funds which the Province administers but does not control are not included as Provincial assets or liabilities. Note 15 to these financial statements discloses the equity balances of the trust funds administered by the Province.

Liabilities

Liabilities reported on the Statement of Financial Position include financial claims payable by the Province and revenues or gains recorded but not yet earned. Sinking funds available for the repayment of long term debt are reported as a reduction of the debt as disclosed in note 10 to these financial statements.

Borrowing on Behalf of New Brunswick Power Corporation

The Province, as represented by the Consolidated Fund, has issued long term debt securities on behalf of New Brunswick Power Corporation in exchange for debentures with like terms and conditions. This financing arrangement is reported in these financial statements as direct debt of New Brunswick Power Corporation. This debt therefore is not reported as Funded Debt and Capital Loans Outstanding. This debt is included in the calculation of the amount reported as Investment in New Brunswick Power Corporation.

Note 8 to these financial statements discloses the amount of long term debt of Government Enterprises, including the amount of their long term debt that was financed through the Province's Consolidated Fund.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

Foreign Currency Translation

The Province's assets, liabilities and contingent liabilities denominated in foreign currencies are translated to Canadian dollars at the year end rates of exchange, except where such items have been hedged or are subject to interest rate and currency swap agreements. In such cases, the rates established by the hedge or the agreements are used in the translation. Revenue and expense items are translated at the rates of exchange in effect at the respective transaction dates.

Exchange gains and losses are included in the Statement of Revenue and Expenditure except for the unrealized exchange gains and losses arising on the translation of long term items, which are deferred and amortized on a straight line basis over the remaining life of the related assets or liabilities.

Capital Leases

Long term leases, under which the Province assumes substantially all the benefits and risks of ownership related to the leased tangible property, are classified as capital leases although certain minimum dollar thresholds are in place for practical reasons. The present value of a capital lease is accounted for as an expenditure and the assumption of an obligation.

NOTE 2 CHANGE IN ACCOUNTING POLICY

During the year ended 31 March 1995, the Province included the following enterprises in its reporting entity through modified equity accounting:

- New Brunswick Liquor Corporation;
- New Brunswick Municipal Finance Corporation;
- New Brunswick Power Corporation;
- Workplace Health, Safety and Compensation Commission.

This resulted in an increase in the Province's investments of \$434.3 million (\$368.7 million 1994) and a reduction in liabilities of \$7.7 million (\$7.5 million 1994). The opening net debt as at 1 April 1994 was decreased by \$376.2 million (\$335.5 million 1994).

This change also increased the Province's investment income by \$65.6 million (\$40.5 million 1994) and decreased the Province's expenses by \$0.2 million (\$0.2 million 1994). This reduced the annual deficit by \$65.8 million (\$40.7 million 1994).

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

NOTE 3 BUDGET

The budget amounts included in these financial statements are the amounts published in the Main Estimates, adjusted for transfers from the Supplementary Funding Provision Program. The Supplementary Funding Provision Program is an appropriation which provides funding to other programs for costs associated with contract settlements, retirement allowances, and other requirements not budgeted in a specific program.

The accounting policy change described in note 2 was made after the approval of the Main Estimates for the year ending 31 March 1995. In order for the actual results to be comparable with the planned results, the 1995 Budget amounts included in these financial statements are the amounts published in the Main Estimates adjusted to the same accounting basis as that used to report the actual results.

The following are the adjustments made to the Main Estimate amounts:

	(millions)		
	1995 Main Estimates	Adjustments	1995 Budget
Ordinary Account Revenue	\$3,922.6	\$44.5	\$3,967.1
Capital Account Recoveries	54.5	---	54.5
Special Purpose Account Revenue	37.0	---	37.0
Sinking Fund Earnings	<u>149.2</u>	<u>---</u>	<u>149.2</u>
	<u>\$4,163.3</u>	<u>\$44.5</u>	<u>\$4,207.8</u>

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

NOTE 4 BUDGET AND ACTUAL RESULTS BY BUDGETARY ACCOUNT

The Province of New Brunswick budgets and reports revenues and expenditures in five budgetary accounts: Ordinary, Capital, Special Purpose, Sinking Fund Earnings and Special Operating Agency.

Budgeted and actual expenditure, revenue and recoveries by budgetary account for the year ended 31 March 1995 were as follows:

a) Ordinary Account

Ordinary revenue includes most operating revenue raised through taxation, fees, licenses, permits and payments from Canada under various agreements.

Ordinary expenditure includes the operating costs of government programs. These costs are considered to be consumed in the year of occurrence and are costs which are not funded from Special Purpose revenue or Special Operating Agency authority.

<u>Expenditure by Department</u>	(millions)		
	<u>1995 Budget</u>	<u>1995 Actual</u>	<u>1994 Actual</u>
Advanced Education and Labour	\$ 126.9	\$ 124.3	\$ 117.4
Agriculture	24.3	23.3	24.7
Economic Development and Tourism	34.1	41.7	30.4
Education	614.3	613.7	620.7
Environment	14.6	14.2	15.5
Executive Council	3.1	2.9	3.0
Finance	21.1	23.4	20.9
Fisheries and Aquaculture	12.5	12.2	13.2
General Government	120.4	47.5	91.6
Health and Community Services	1,195.9	1,186.2	1,161.2
Human Resources Development - NB	292.7	298.8	304.6
Intergovernmental Affairs	1.2	1.0	1.0
Justice	26.7	26.4	26.8
Legislative Assembly	10.1	9.9	10.0
Maritime Provinces Higher Education Commission	158.2	158.6	157.4
Mental Health Commission of New Brunswick	45.9	45.9	43.7
Municipalities, Culture and Housing	202.9	203.3	211.5
Natural Resources and Energy	63.6	61.4	60.7
New Brunswick Geographic Information Corporation	12.0	11.0	12.4
Office of the Comptroller	6.6	6.3	6.6
Office of the Premier	1.1	1.0	1.1
Regional Development Corporation	81.9	84.4	79.7
Service of the Public Debt	572.0	644.6	585.1
Solicitor General	68.9	72.9	68.4
Supply and Services	79.3	79.2	78.5
Transportation	<u>127.5</u>	<u>130.7</u>	<u>130.8</u>
Total Ordinary Expenditure	<u>3,917.8</u>	<u>3,924.8</u>	<u>3,876.9</u>

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

<u>Revenue by Department</u>	(millions)		
	<u>1995</u> <u>Budget</u>	<u>1995</u> <u>Actual</u>	<u>1994</u> <u>Actual</u>
Advanced Education and Labour	\$ 18.4	\$ 16.1	\$ 16.8
Agriculture	2.9	3.0	2.8
Economic Development and Tourism	3.5	4.4	4.3
Education	24.7	24.0	25.1
Environment	2.0	1.9	1.2
Finance	3,316.7	3,309.5	3,089.6
Fisheries and Aquaculture	6.2	7.8	8.9
Health and Community Services	73.0	78.2	100.0
Human Resources Development - NB	143.9	146.5	151.3
Justice	30.4	30.8	30.6
Maritime Provinces Higher Education Commission	3.3	1.9	5.2
Mental Health Commission of New Brunswick	2.2	2.6	2.8
Municipalities, Culture and Housing	48.8	53.0	57.8
Natural Resources and Energy	54.1	64.9	47.3
Office of the Comptroller	0.1	0.1	0.3
Other Agencies	125.4	147.0	120.5
Regional Development Corporation	29.9	36.1	31.4
Solicitor General	11.4	11.3	11.4
Supply and Services	1.6	1.9	2.2
Transportation	<u>68.6</u>	<u>74.6</u>	<u>70.4</u>
 Total Ordinary Revenue	 <u>3,967.1</u>	 <u>4,015.6</u>	 <u>3,779.9</u>
 Surplus (Deficit) on Ordinary Account	 <u>\$ 49.3</u>	 <u>\$ 90.8</u>	 <u>\$ (97.0)</u>

b) Capital Account

Capital recoveries include entitlements from Canada for the construction, acquisition or major renovations of physical assets. They also include proceeds received from the disposal of government properties.

Capital expenditures are incurred to acquire physical assets with an expected useful life of more than one year. Physical assets include land, buildings, highways, bridges, wharves, ferries, vehicles and equipment. Certain minimum dollar thresholds have been established for practical reasons. Capital expenditures also include grants to municipalities, educational institutions and government agencies paid for the purpose of acquiring or constructing physical assets considered to be for long term public benefit.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

	(millions)		
<u>Expenditure by Department</u>	1995	1995	1994
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Agriculture	\$ 0.4	\$ 0.4	\$ 0.6
Economic Development and Tourism	0.3	0.2	0.3
Education	2.0	1.9	2.9
Environment	19.5	18.1	21.1
Health and Community Services	7.4	5.0	4.5
Maritime Provinces Higher Education Commission	2.4	2.2	6.7
Municipalities, Culture and Housing	3.7	3.9	5.3
Regional Development Corporation	18.7	15.5	21.9
Supply and Services	83.2	91.1	91.2
Transportation	<u>191.5</u>	<u>229.9</u>	<u>213.4</u>
 Total Capital Expenditure	 <u>329.1</u>	 <u>368.2</u>	 <u>367.9</u>
 <u>Recoveries by Department</u>			
Agriculture	0.5	1.6	1.3
Economic Development and Tourism	---	---	0.1
Municipalities, Culture and Housing	2.7	2.6	3.6
Natural Resources and Energy	0.1	0.1	0.2
Regional Development Corporation	7.6	6.8	8.0
Supply and Services	---	0.1	0.2
Transportation	<u>43.6</u>	<u>47.3</u>	<u>50.7</u>
 Total Capital Recoveries	 <u>54.5</u>	 <u>58.5</u>	 <u>64.1</u>
 Net Capital Expenditure	 <u>\$274.6</u>	 <u>\$309.7</u>	 <u>\$303.8</u>

c) Special Purpose Account

Special Purpose revenue is designated to be used for specific purposes by donor request or legislation.

Expenditures made for those purposes are recorded as Special Purpose expenditures.

The various Special Purpose accounts are listed in note 7 to these financial statements

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

		(millions)	
	1995	1995	1994
<u>Expenditure by Department</u>	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Advanced Education and Labour	\$ 14.4	\$ 13.0	\$13.5
Education	0.1	0.2	---
Environment	14.2	15.6	13.7
Health and Community Services	2.1	3.8	0.5
Justice	0.1	---	0.1
Municipalities, Culture and Housing	0.8	0.9	0.8
Solicitor General	2.4	2.4	2.0
Supply and Services	2.6	3.4	0.6
Transportation	<u>0.5</u>	<u>0.4</u>	<u>0.4</u>
Total Special Purpose Expenditure	<u>37.2</u>	<u>39.7</u>	<u>31.6</u>
<u>Revenue by Department</u>			
Advanced Education and Labour	14.4	13.1	13.7
Education	---	0.3	0.1
Environment	14.3	14.9	14.3
Finance	0.1	1.0	0.6
Health and Community Services	2.2	2.8	2.2
Justice	0.1	0.1	0.1
Municipalities, Culture and Housing	0.8	0.9	0.9
Solicitor General	2.1	2.1	2.1
Supply and Services	2.5	3.0	0.8
Transportation	<u>0.5</u>	<u>0.3</u>	<u>0.4</u>
Total Special Purpose Revenue	<u>37.0</u>	<u>38.5</u>	<u>35.2</u>
Surplus (Deficit) on Special Purpose Account	<u>\$(0.2)</u>	<u>\$(1.2)</u>	<u>\$ 3.6</u>

d) Sinking Fund Earnings

Sinking Fund Earnings are the investment income earned by the Province's General Sinking Fund.

		(millions)	
	1995	1995	1994
<u>Revenue by Department</u>	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Sinking Fund	<u>\$ 149.2</u>	<u>\$ 157.5</u>	<u>\$143.7</u>

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

e) Special Operating Agency

Certain designated services are provided under Special Operating Agency authority. Surpluses of Special Operating Agencies are retained by the agencies to be used in future operations.

Special Operating Agency revenue includes revenue generated by the agencies and appropriations transferred from other budgetary accounts.

Special Operating Agency expenditures are incurred for the delivery of programs offered by the Agencies.

	(millions)		
<u>Expenditure by Agency</u>	<u>1995</u> <u>Budget</u>	<u>1995</u> <u>Actual</u>	<u>1994</u> <u>Actual</u>
Infrastructure Special Operating Agency	\$ ---	<u>\$ 33.0</u>	\$ ---
<u>Revenue by Agency</u>			
Infrastructure Special Operating Agency	---	<u>31.6</u>	<u>3.5</u>
Surplus (deficit) of Special Operating Agency	<u>\$ ---</u>	<u>\$ (1.4)</u>	<u>\$ 3.5</u>

f) Reconciliation to Statement of Revenue and Expenditure

The following table reports the total results by budgetary account for both revenue and expenditure for the fiscal years ended 31 March 1995 and 31 March 1994. This table also reports the value of inter-account transactions that have been eliminated in the Province's Statement of Revenue and Expenditure, and the value of revenues approved as reductions from expenditure appropriations.

	(millions)			
	<u>1995</u>		<u>1994</u>	
	<u>Revenue</u>	<u>Expenditure</u>	<u>Revenue</u>	<u>Expenditure</u>
Ordinary Account	\$4,015.6	\$3,924.8	\$3,779.9	\$3,876.9
Capital Account	58.5	368.2	64.1	367.9
Special Purpose Account	38.5	39.7	35.2	31.6
Sinking Fund Earnings	157.5	---	143.7	---
Special Operating Agency	31.6	33.0	3.5	---
Revenues Netted Against Expenditure	7.3	7.3	---	---
Elimination of Inter-account Transactions	<u>(15.1)</u>	<u>(15.1)</u>	<u>(3.5)</u>	<u>(3.5)</u>
Total	<u>\$4,293.9</u>	<u>\$4,357.9</u>	<u>\$4,022.9</u>	<u>\$4,272.9</u>

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

NOTE 5 BALANCING OF ORDINARY ACCOUNT EXPENDITURE AND REVENUE

The Government of New Brunswick has the objective under the Act Respecting the Balancing of the Ordinary Expenditures and Ordinary Revenues of the Province that the total amount of ordinary account expenditures not exceed the total amount of ordinary account revenues for the period commencing 1 April 1993 and ending 31 March 1996.

That Act also stipulates that any change made within the last fifteen months, or after completion of the period from 1 April 1993 to 31 March 1996 in relation to the official estimates by the Government of Canada for provincial entitlements under the Federal-Provincial Fiscal Arrangements and Federal Post-Secondary Education and Health Contributions Act or the Canada-New Brunswick Tax Collection Agreement shall not be taken into account.

The cumulative difference as at 31 March 1995 between ordinary revenue and expenditures is as follows:

	(millions)	
	1994	1995
	<u>Actual</u>	<u>Actual</u>
Cumulative Difference - Beginning of Year	\$ ---	\$ (137.7)
Ordinary Revenue	3,739.4	4,015.6
Add: Changes in Provincial Entitlements from Canada (Section 6(1)) after 31 December 1994	---	<u>45.3</u>
Adjusted Revenue	<u>3,739.4</u>	<u>4,060.9</u>
Ordinary Expenditure	<u>(3,877.1)</u>	<u>(3,924.8)</u>
Adjusted Surplus (Deficit) for the Year	<u>(137.7)</u>	<u>136.1</u>
Cumulative Difference - End of Year	\$ <u>(137.7)</u>	\$ <u>(1.6)</u>

The financial statements for the fiscal year ended 31 March 1994 reported a deficit on ordinary account of \$137.7 million. Due to adjustments disclosed in note 2 to these financial statements, the 31 March 1994 deficit has been restated to \$97.0 million. For the purposes of balancing revenue and expenditure, changes in accounting policy are not applied retroactively. For this reason the above table reports a deficit as at 31 March 1994 of \$137.7 million.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

NOTE 6 INVESTMENTS, LOANS AND ADVANCES

In addition to establishing budgets for the classifications referred to in note 4 to these financial statements, the Province budgets disbursements and recoveries for investments, loans and advances. The budgeted amounts and actual results for the year ended 31 March 1995, and the actual results for the year ended 31 March 1994 are as follows:

	1995	(millions)	
	<u>Budget</u>	<u>1995</u>	<u>1994</u>
		<u>Actual</u>	<u>Actual</u>
<u>Disbursements</u>			
Agricultural Development Act and New Brunswick			
Crop Insurance Commission	\$ 4.7	\$ 2.7	\$ 1.0
Algonquin Properties Limited	1.7	1.7	3.1
Economic Development Act	27.0	26.7	5.6
Fisheries Development Act	9.5	2.9	4.0
Housing	2.7	2.5	2.7
Other	<u>0.3</u>	<u>0.2</u>	<u>0.9</u>
Total Disbursements	<u>45.9</u>	<u>36.7</u>	<u>17.3</u>
<u>Recoveries</u>			
Agricultural Development Act and New Brunswick			
Crop Insurance Commission	---	0.3	35.9
Economic Development Act	3.0	4.9	5.5
Fisheries Development Act	6.7	10.1	6.0
Housing	3.2	2.8	3.2
Other	<u>1.5</u>	<u>1.4</u>	<u>1.4</u>
Total Recoveries	<u>14.4</u>	<u>19.5</u>	<u>52.0</u>
Net Investments, Loans and Advances	<u>\$31.5</u>	<u>\$17.2</u>	<u>\$(34.7)</u>

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

NOTE 7 ACCUMULATED SPECIAL PURPOSE SURPLUSES

Unexpended Special Purpose Revenue accumulates as a Special Purpose Surplus. The Accumulated Surplus of all special purpose accounts at 31 March 1995 was \$15.5 million (\$16.7 million 1994) and is included as a reduction in net debt. The Province currently operates the following special purpose accounts in the departments indicated:

	(millions)			
	1994	1995		Accumulated
	Accumulated Surplus	Revenue	Expenditure	
Advanced Education and Labour				
Contract Training Account	\$ ---	\$ 12.3	\$ 12.3	\$ ---
International Projects	0.1	0.7	0.7	0.1
Scholarship Account	0.1	0.1	---	0.2
Economic Development and Tourism				
J. Wordel Account	0.1	---	---	0.1
Education				
Fred Magee Account	0.1	0.1	---	0.2
CMEC-School Achievement Indicators Program	---	0.2	0.2	---
Environment				
Environmental Trust Fund	3.0	14.9	15.6	2.3
Finance				
Group Insurance Trust Fund	2.0	1.0	---	3.0
Strait Crossing	---	---	---	---
Health and Community Services				
Hospital Liability Protection Account	5.6	2.4	3.4	4.6
Medical Research Assistance Account	2.9	0.1	0.1	2.9
Third Party Contributions	---	0.3	0.3	---
Human Resources Development - NB				
Self Sufficiency Project	---	---	---	---
Justice				
Family Support Fund	---	0.1	---	0.1
Public Intervenor	---	---	---	---
Municipalities, Culture and Housing				
Arts Development Trust Account	0.6	0.5	0.5	0.6
Sheriff Andrews Trust Account	---	---	---	---
Sport Development Trust Account	0.1	0.4	0.4	0.1
Viscount Bennett Account	---	---	---	---
Solicitor General				
Municipal Police Assistance Account	0.4	0.7	0.8	0.3
Victim Compensation Account	0.2	0.4	0.5	0.1
Victim Services Account	0.9	1.0	1.1	0.8
Supply and Services				
Archival Account	0.1	---	---	0.1
Land Management Account	0.4	3.0	3.4	---
Transportation				
Suspended Driver - Alcohol Re-education Program	<u>0.1</u>	<u>0.3</u>	<u>0.4</u>	<u>---</u>
	<u>\$ 16.7</u>	<u>\$38.5</u>	<u>\$39.7</u>	<u>\$15.5</u>

NOTES TO THE FINANCIAL STATEMENTS
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NOTE 8 GOVERNMENT ENTERPRISES

A government enterprise is an organization accountable to the Legislative Assembly that has financial and operating authority to carry on a business. Enterprises derive their principal revenue from selling goods and services to customers that are not part of the Provincial Reporting Entity.

The following is a list of Government Enterprises, and their fiscal year ends, which are included in the Provincial Reporting Entity as described in note 1(a) to these financial statements.

Algonquin Properties Ltd. (A.P.L.)	31-12-94
Lotteries Commission of New Brunswick (L.C.N.B.)	31-03-95
New Brunswick Liquor Corporation (N.B.L.C.)	31-03-95
New Brunswick Municipal Finance Corporation (N.B.M.F.C.)	31-12-94
New Brunswick Power Corporation (N.B.P.C.)	31-03-95
Workplace Health, Safety and Compensation Commission (W.H.S.C.C.)	31-12-94

The following tables present condensed financial information of these government enterprises in millions of dollars:

Statement of Financial Position

	<u>Assets</u>		<u>Liabilities</u>				<u>Equity</u>
	<u>Capital</u>	<u>Non-Capital</u>	<u>Debt Financing through the Province</u>	<u>Other Long Term Debt</u>	<u>Reserves</u>	<u>Other Liabilities</u>	<u>Net Equity / (Deficiency)</u>
A.P.L.	\$ 14.4	\$ 2.5	\$ 27.2	\$ ---	\$ ---	\$ 1.7	\$(12.0)
L.C.N.B.	---	5.8	5.8	---	---	---	---
N.B.L.C.	10.2	17.8	---	7.7	---	6.8	13.5
N.B.M.F.C.	---	280.7	---	275.8	---	4.3	0.6
N.B.P.C.	3,899.5	444.6	2,825.6	337.1	336.1	387.6	457.7
W.H.S.C.C.	9.4	380.1	---	---	---	413.5	(24.0)
	<u>\$3,933.5</u>	<u>\$1,131.5</u>	<u>\$2,858.6</u>	<u>\$620.6</u>	<u>\$336.1</u>	<u>\$813.9</u>	<u>\$435.8</u>

Statement of Revenue and Expenditure

	<u>Total Revenue</u>	<u>Total Expenditure</u>	<u>Net Income (Loss)</u>
A.P.L.	\$ 5.2	\$ 7.3	\$ (2.1)
L.C.N.B.	63.9	63.9	---
N.B.L.C.	227.7	146.3	81.4
N.B.M.F.C.	25.9	25.8	0.1
N.B.P.C.	1,029.6	1,003.8	25.8
W.H.S.C.C.	124.7	84.9	39.8
	<u>\$1,477.0</u>	<u>\$1,332.0</u>	<u>\$145.0</u>

NOTES TO THE FINANCIAL STATEMENTS
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Government enterprises use accounting policies that are appropriate for the industry segment in which they operate. These accounting policies may not be consistent with accounting policies used by other member organizations of the Provincial Reporting Entity.

Some of the accounting policies used by The New Brunswick Power Corporation in calculating the financial information that has been included in these financial statements have changed from the policies used in prior fiscal years. The significant changes are described in the following paragraph.

The New Brunswick Power Corporation no longer defers a portion of the finance and depreciation charges related to the Belledune generating station. The corporation is also phasing out its policy of equalizing revenue through a Generation Equalization Account and an Export Sales Stabilization Account. The result of the accounting policy changes made by the corporation was an increase in net income for the year of \$20.1 million.

NOTE 9 BORROWING AUTHORITY

a) Balance of Borrowing Authority under the Provincial Loans Act

The balance of borrowing authority granted under the Provincial Loans Act is as follows:

	(millions)			
	Balance	Authority	Borrowings	Balance
	<u>31 March 94</u>	<u>Granted</u>	<u>During the</u>	<u>31 March 95</u>
		<u>During the</u>	<u>Year</u>	
		<u>Year</u>	<u>Year</u>	
Loan Act 1991	\$ 5.5	\$ ---	\$ ---	\$ 5.5
Loan Act 1993	292.7	---	292.7	---
Loan Act 1994	<u>---</u>	<u>450.0</u>	<u>16.1</u>	<u>433.9</u>
	<u>\$298.2</u>	<u>\$450.0</u>	<u>\$308.8</u>	<u>\$439.4</u>

Under the authority of Section 2 of the Provincial Loans Act, the maximum temporary indebtedness of the Province is limited to \$1,400 million. At 31 March 1995, bank advances and short term borrowings amounted to \$803.5 million.

Under the authority of subsection 3(1) of the Provincial Loans Act, the Province may borrow sums required for the repayment, refinancing or renewal of securities issued or for the payment of any loan or liability, repayment of which is guaranteed by the Province. This authority is in addition to the authorities listed above.

b) Borrowing by the Municipal Finance Corporation

The New Brunswick Municipal Finance Corporation has authority under the New Brunswick Finance Corporation Act to provide financing for municipalities and municipal enterprises. As at 31 March 1995, debt owed by the corporation was \$275.8 million.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

NOTE 10 FUNDED DEBT AND CAPITAL LOANS OUTSTANDING

The following is a maturity schedule for the total amount of Funded Debt and Capital Loans outstanding, which is \$6,288.8 million. This total amount of debt is partially offset by Sinking Fund Equity of \$1,921.8 million.

<u>Fiscal Year of Maturity</u>	<u>Interest Rate (%) Range</u>	<u>millions</u>		<u>Total Canadian Dollar Equivalent by Year</u>
		<u>Currency Amount</u>	<u>Canadian Dollar Equivalent</u>	
1995-96	6.4	US \$ 39.5	\$ 55.3	\$ 378.2
	6.3	Yen 5,100.0	82.2	
	7.0-11.6	CAN \$ 240.7	<u>240.7</u>	
1996-97	8.0	US \$ 75.0	104.9	321.9
	6.3	Yen 1,150.0	18.6	
	7.2-10.3	CAN \$ 198.4	<u>198.4</u>	
1997-98	4.7	Yen 6,000.0	96.7	647.9
	7.2-10.8	CAN \$ 551.2	<u>551.2</u>	
1998-99	5.5-7.6	US \$ 16.0	22.3	484.0
	7.2-10.5	CAN \$ 461.7	<u>461.7</u>	
1999-2000	7.2-12.7	CAN \$ 315.0	<u>315.0</u>	315.0
2000-2001 & After	6.8-9.8	US \$ 783.6	1,096.2	4,141.8
	5.0	Yen 12,000.0	193.4	
	5.3-7.4	Sfr 230.0	284.1	
	7.4-17.5	CAN \$2,568.1	<u>2,568.1</u>	
				<u>4,141.8</u>
				6,288.8
Less: Sinking Fund Investments				-
Net Funded Debt and Capital Loans				<u>\$4,367.0</u>

NOTES TO THE FINANCIAL STATEMENTS
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Pursuant to section 12 of the Provincial Loans Act, the Minister of Finance maintains a General Sinking Fund for the repayment of funded debt either at maturity or upon redemption in advance of maturity. At 31 March 1995, the equity of the General Sinking Fund accumulated for the repayment of Provincial Debt was \$1,921.8 million (\$1,719.0 million 1994). The investments of this Fund include bonds and debentures issued or guaranteed by the Province of New Brunswick. The net book value of these investments at 31 March 1995 was \$1,153.8 million (\$818.3 million 1994).

Because government enterprises are included in the reporting entity through modified equity accounting, long term debt issued by those enterprises is not included in the amount of Funded Debt and Capital Loans Outstanding. The total long term debt outstanding in the name of the Province of New Brunswick is \$9,114.4 million. This is comprised of the \$6,288.8 million outstanding Funded Debt and Capital Loans disclosed above, plus \$2,825.6 million issued by the Province and loaned to New Brunswick Power Corporation. Note 8 to these financial statements discloses the long term debt obligations of government enterprises.

The following amounts, which are payable under interest rate and currency swap agreements, have been included in the preceding funded debt and capital loans maturity schedule.

(millions)			
1995			
<u>Fiscal</u> <u>Year of</u> <u>Maturity</u>	<u>Amount Payable</u> <u>in Original</u> <u>Currency</u>	<u>Amount Payable</u> <u>Per Financial</u> <u>Swap Agreement</u>	<u>Canadian</u> <u>Dollar</u> <u>Equivalent</u>
1996	Yen 10,000.0	US \$ 39.5	\$55.3
1999	Yen 5,000.0	CAN \$ 46.0	46.0
2001	US \$ 15.6	CAN \$ 23.8	23.8
2003	Yen 3,000.0	CAN \$ 30.6	30.6
2004	Yen 5,000.0	CAN \$ 59.8	59.8
2005	Yen 5,000.0	US \$ 47.5	66.5
2005	Yen 5,000.0	CAN \$ 71.2	71.2
2005	Yen 4,000.0	CAN \$ 55.1	55.1
2005	Yen 3,000.0	CAN \$ 41.1	<u>41.1</u>
			<u>\$449.4</u>

In addition to the above interest rate and currency swap agreements, the Province has an interest rate swap agreement associated with a CAN \$40.0 million issue due 2005.

NOTES TO THE FINANCIAL STATEMENTS
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NOTE 11 PENSION PLANS

a) Description

Employees of the Province and certain provincial entities, as well as members of the Legislative Assembly, are entitled to receive pension benefits under the authority of various statutes. The following pension plans have been established pursuant to these statutes. These plans provide pension benefits based on length of service and average earnings.

Public Service Superannuation Plan (Public Service)
 Teachers' Pension Plan (Teachers')
 Judges' Superannuation Plan (Judges')
 Members' Superannuation Plan (Members')
 Pension Plan for Canadian Union of Public Employees of New Brunswick Hospitals
 (Hospitals - C.U.P.E.)
 Pension Plan for Management Employees of New Brunswick School Boards
 (Schools - Management)
 Pension Plan for General Labour, Trades and Services Employees of New Brunswick
 School
 Boards (Schools - G.L.T.& S.)
 Pension Plan for Secretarial and Clerical Employees of New Brunswick School Boards
 (Schools - S. & C.)
 Ombudsman Plan (Ombudsman)
 Pension Plan for Certain Bargaining Employees of New Brunswick Hospitals
 (Hospitals - Certain)

Pension funds distinct from the Consolidated Fund exist for each of these pension plans, except for the Members' Superannuation Plan and the Ombudsman Plan.

b) Contributions

Employees are required to contribute a percentage of their salaries to the appropriate pension fund. Contributions by members of the Legislative Assembly are credited to the Members' Superannuation Account within the Provincial Consolidated Fund. The employer or Province is required to make contributions as described in the following table.

<u>Plan</u>	<u>Employers' Contributions</u>
Public Service	Employer contributes an amount necessary in the opinion of an actuary, which when combined with employee contributions will fund current service costs.
Teachers'	Employer contributes 7.3% of the employee's earnings up to the year's maximum pensionable earnings (YMPE) under the Canada Pension Plan Act, plus 9% of the employee's earnings above the YMPE.
Judges'	Employer at least matches the employee's contributions.
Members'	The Province contributes an amount equal to the excess of pension payments over member contributions plus interest.

NOTES TO THE FINANCIAL STATEMENTS
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<u>Plan</u>	<u>Employers' Contributions</u>
Hospitals - C.U.P.E	Employer contributes an amount necessary in the opinion of an actuary, which when combined with employee contributions will fund current service costs.
Schools - Management	Employer contributes an amount as directed by the pension committee, based upon the advice of an actuary.
Schools - G.L.T.& S.	Employer contributes an amount necessary in the opinion of an actuary, which when combined with employee contributions will fund current service costs.
Schools - S.& C.	Employer contributes an amount necessary in the opinion of an actuary, which when combined with employee contributions will fund current service costs. The employer contributions will not exceed 95% of employee contributions.
Ombudsman	The Province contributes the amount required to make annual pension payments.
Hospitals - Certain	Employer contributes 4.275% of the employee's earnings up to the year's maximum pensionable earnings (YMPE) under the Canada Pension Plan Act, plus 5.7% of the employee's earnings above the YMPE. Effective 1 October 1995 these rates will increase to 5.185% and 6.61%.

c) Pension Liability

With the exception of the Hospitals - Certain plan which is a defined benefit plan with a fixed employer contribution, the Province is liable for accrued pension benefits not funded by the pension funds. The estimated pension liability for these pension plans is \$1,467.7 million (\$1,578.6 million 1994). This estimate is based on actuarial valuations using the projected unit credit method, calculated as at the dates listed below. This method estimates the present value of retirement benefits associated with the period of employee service to the valuation date. The actuarial valuations were based on a number of assumptions about future events, such as rates of return on assets, wage and salary increases and employee turnover and mortality. Section (i) of this note lists some of the long term actuarial assumptions used and section (j) lists some information about plan members.

NOTES TO THE FINANCIAL STATEMENTS
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The latest actuarial valuations for the Province's pension plans are dated as listed in the following table:

<u>Plan</u>	<u>Date</u>
Public Service	01/04/93
Teachers'	01/04/93
Judges'	31/03/92
Members'	31/03/78
Hospitals - C.U.P.E.	01/01/93
Schools - Management	01/01/93
Schools - G.L.T.& S.	01/01/93
Schools - S.& C.	01/01/93
Ombudsman	----
Hospitals - Certain	----
Early Retirement	31/03/93

As indicated, the Members' plan has not been actuarially valued since 1978. A new valuation is anticipated for the fiscal year ending 31 March 1996.

Details of the pension liability are outlined in the table below. The estimated accrued benefits and the value of plan assets reported below have been updated to the most recent year end of the applicable pension plan for all the plans except the Members' plan. This was based on a projection of the actuarial assumptions and on actual contribution levels. The plans for hospital and school board employees have 31 December year ends. All other plans have 31 March year ends.

The actuarial pension liability is calculated by deducting the value of plan assets from the value of estimated accrued benefits. The pension liability for accounting purposes is calculated by adding the value of unamortized adjustments to the actuarial pension liability. Details of the unamortized adjustments are disclosed in sections f), g) and h) of this note.

<u>Plan</u>	(millions)				
	<u>1995</u>			<u>1994</u>	
	<u>Estimated</u> <u>Accrued</u> <u>Benefits</u>	<u>Value of</u> <u>Assets</u>	<u>Unamortized</u> <u>Adjustments</u>	<u>Pension</u> <u>Liability</u> <u>(Surplus)</u>	<u>Pension</u> <u>Liability</u> <u>(Surplus)</u>
Public Service	\$2,003.9	\$1,739.8	\$297.2	\$561.3	\$609.5
Teachers'	2,117.3	1,666.1	434.8	886.0	947.3
Judges'	22.5	8.6	---	13.9	14.1
Members'	4.3	---	---	4.3	4.3
Hospitals - C.U.P.E.	119.8	172.7	49.0	(3.9)	(1.0)
Schools - Management	8.9	12.0	1.4	(1.7)	(1.6)
Schools - G.L.T.& S.	72.4	88.3	10.4	(5.5)	(7.3)
Schools - S.& C.	10.2	14.0	2.1	(1.7)	(1.7)
Ombudsman	---	---	---	---	---
Hospitals - Certain	---	---	---	---	---
Early Retirement	<u>15.0</u>	<u>---</u>	<u>---</u>	<u>15.0</u>	<u>15.0</u>
	<u>\$4,374.3</u>	<u>\$3,701.5</u>	<u>\$794.9</u>	<u>\$1,467.7</u>	<u>\$1,578.6</u>

NOTES TO THE FINANCIAL STATEMENTS
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The Early Retirement amount disclosed in the above table is an estimate of the value of the Province's liability to make extra annual payments to certain former employees to reduce the affect of the early retirement actuarial reduction of pension benefits.

d) Funding

Pursuant to the Public Service Superannuation Act, the Province and certain government agencies will, in each fiscal year until the benefits under that Act are fully funded, pay an amount into the Public Service Superannuation Fund that is in addition to the employer contribution for current service costs. The additional amount paid during the fiscal year ended 31 March 1995 was \$34.3 million as follows:

Consolidated Fund	\$ 27.0
New Brunswick Liquor Corporation	0.4
New Brunswick Power Corporation	6.7
Workplace Health, Safety and Compensation Commission	0.2

In each subsequent fiscal year the additional amount to be paid will be the amount paid in the previous fiscal year increased (or decreased) by the aggregate of 2% plus the average percentage change in the Consumer Price Index.

Pursuant to the Teachers' Pension Act, the Province will, in each fiscal year until the benefits under that Act are fully funded, pay an amount into the Teachers' Pension Fund that is in addition to the employer contribution for current service costs. The additional amount paid during the fiscal year ended 31 March 1995 was \$49.8 million.

In each subsequent fiscal year the additional amount to be paid will be the amount paid in the previous fiscal year increased (or decreased) by the aggregate of 2% plus the average percentage change in the Consumer Price Index.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

e) Change in Pension Liability

The components of the change in pension liability are disclosed in the following table:

	(millions)					
	Employers' Share of Pension Benefits Earned	Pension Interest	Amortization of Adjustments	Total Pension Expense	Employer Pension Contributio n	Increase (Decrease) in Pension Liability
Public Service	\$16.6	\$ 8.8	\$(21.8)	\$ 3.6	\$(51.8)	\$ (48.2)
Teachers'	27.9	26.2	(34.3)	19.8	(81.1)	(61.3)
Judges' Members'	0.6 1.4	1.1 ---	--- ---	1.7 1.4	(1.9) (1.4)	(0.2) ---
Hospitals - C.U.P.E.	1.7	0.6	(3.2)	(0.9)	(2.0)	(2.9)
Schools - Management	0.3	0.1	(0.1)	0.3	(0.4)	(0.1)
Schools - G.L.T.&S.	1.2	0.4	2.2	3.8	(2.0)	1.8
Schools - S. & C.	0.2	---	0.2	0.4	(0.4)	---
Ombudsman	0.2	---	---	0.2	(0.2)	---
Hospitals - Certain	7.2	---	---	7.2	(7.2)	---
Early Retirement	<u>0.5</u>	<u>1.1</u>	<u>---</u>	<u>1.6</u>	<u>(1.6)</u>	<u>---</u>
	<u>\$57.8</u>	<u>\$38.3</u>	<u>\$(57.0)</u>	<u>\$39.1</u>	<u>\$(150.0)</u>	<u>\$ (110.9)</u>

Total pension benefits of \$158.1 million were earned by employees during the fiscal year. Employees contributed \$86.6 million toward these benefits. The value of pension benefits charged to agencies was \$13.7 million. The employers' share of pension benefits earned was \$57.8 million.

f) Experience Gains (Losses)

Experience gains or losses are amortized to pension expense over the estimated average remaining service life of active contributors. The following table summarizes the experience gains or losses for each plan:

	(millions)				
	Estimated Average Remaining Service Life of Active Contributors (years)	31 March 1994 Unamortized Experience Gains (Losses)	New Experience Gains (Losses)	Amortization of Experience Gains (Losses)	31 March 1995 Unamortized Experience Gains (Losses)
Public Service	16.0	\$213.6	---	\$ (15.0)	\$198.6
Teachers'	15.0	318.3	---	(24.0)	294.3
Hospitals - C.U.P.E.	17.0	30.2	---	(1.9)	28.3
Schools - G.L.T.& S.	18.0	8.7	---	(0.5)	8.2
Schools - S. & C.	22.0	<u>(0.7)</u>	---	<u>0.1</u>	<u>(0.6)</u>
		<u>\$570.1</u>	<u>---</u>	<u>\$(41.3)</u>	<u>\$528.8</u>

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

g) Changes to Actuarial Assumptions

The actuarial assumptions for the Hospitals - C.U.P.E., Schools - S. & C. and Schools - G.L.T.& S. plans were revised during the fiscal year ended 31 March 1995 to reflect the Government's best long term estimates for the future. The annual inflation rate was decreased from 4.5% to 4.0%. The annual rate of return on assets was increased to 8.16% from 7.60%. The annual inflation rate assumption for the Schools - Management plan was also lowered to 4.0% from 4.5%. In addition, the actuarial assumptions used for the Public Service, Teachers', Hospital - C.U.P.E., Schools - G.L.T.& S., Schools - S. & C. and Schools - Management plans now reflect both short and long term forecasts. The effect of changing these assumptions is a reduction in the Province's total actuarial liability of \$215.6 million at 31 March 1995.

Changes to actuarial assumptions are being amortized to pension expense over the estimated average remaining service life of active contributors. The following table summarizes the value of estimation adjustments arising from changes to actuarial assumptions for each plan:

<u>Plan</u>	<u>Estimated Average Remaining Service Life of Active Contributors (years)</u>	<u>(millions)</u>			
		<u>31 March 1994 Unamortized Value of Changes to Assumptions</u>	<u>Value of New Changes to Assumptions</u>	<u>Amortization of Changes to Assumptions</u>	<u>31 March 1995 Unamortized Value of Changes to Assumptions</u>
Public Service	16.0	\$45.7	\$ 59.7	\$ (6.8)	\$ 98.6
Teachers'	15.0	34.4	116.4	(10.3)	140.5
Hospitals - C.U.P.E.	17.0	---	22.0	(1.3)	20.7
Schools - G.L.T.& S.	18.0	---	12.8	(0.7)	12.1
Schools - S. & C.	22.0	---	3.2	(0.1)	3.1
Schools - Management	19.0	---	1.5	(0.1)	1.4
		<u>\$80.1</u>	<u>\$215.6</u>	<u>\$(19.3)</u>	<u>\$276.4</u>

h) Amendments to Pension Plan Provisions

During the year, the provisions of the Schools - G.L.T.& S. and Schools - S. & C. plans were amended. The value of the amendments was \$13.9 million. These amendments are being amortized to pension expense over the term of the related collective agreements.

<u>Plan</u>	<u>Amortization Period (years)</u>	<u>(millions)</u>			
		<u>31 March 1994 Unamortized Plan Amendments</u>	<u>Plan Amendments</u>	<u>Amortization of Plan Amendments</u>	<u>31 March 1995 Unamortized Plan Amendments</u>
Schools - G.L.T.&S.	4.0	---	\$ (13.3)	\$ 3.4	\$ (9.9)
Schools - S. & C.	3.0	---	(0.6)	0.2	(0.4)
		---	<u>\$(13.9)</u>	<u>\$3.6</u>	<u>\$(10.3)</u>

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

i) Actuarial Assumptions

Calculation of the Province's employee pension obligations and related pension expenditure is based on actuarial assumptions that reflect both short term and long term forecasts.

The table below lists some of the long term assumptions used in the actuarial valuations.

<u>Plan</u>	<u>Rate of Return on Assets</u>	<u>Annual Wage and Salary Increase</u>	<u>Inflation</u>	<u>Rate of Escalation of Pensions After Retirement</u>
Public Service	8.16%	4.75% plus a promotional increase component of between 0.20% and 1.00%	4.0%	4.0%
Teachers'	8.16%	4.75% plus a promotional increase component of between 0.25% and 1.50%	4.0%	4.0%
Judges'	8.16%	5.25%	4.5%	4.0%
Hospitals - C.U.P.E.	8.16%	4.75%	4.0%	2.0%
Schools - Management	8.16%	4.75%	4.0%	2.0%
Schools - G.L.T.& S.	8.16%	4.75%	4.0%	2.0%
Schools - S.& C.	8.16%	4.75%	4.0%	2.0%

j) Member Data

The following table lists data about the members of each plan as reported in the latest actuarial valuations..

<u>Plan</u>	<u>Number of Active Contributors</u>	<u>Number of Pensioners</u>	<u>Average Annual Salary of Contributors</u>	<u>Average Annual Pension</u>
Public Service	16,901	6,182	\$ 36,822	\$ 10,840
Teachers'	9,017	3,578	41,713	17,706
Judges'	30	25	94,916	35,625
Hospitals - C.U.P.E.	3,878	983	21,952	3,086
Schools - Management	191	25	36,733	7,153
Schools - G.L.T.& S.	2,055	535	21,183	2,883
Schools - S.& C.	567	50	18,792	2,646

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

NOTE 12 CONTINGENT LIABILITIES

a) Guaranteed Loans

The Province has guaranteed certain debt of entities external to the Provincial Reporting Entity under the authority of various statutes. At 31 March 1995, the total contingent liability in respect of these guarantees (including applicable accrued interest) was \$107.7 million (\$117.9 million 1994), of which the Province has recognized \$8.3 million as a liability in the Statement of Financial Position (\$11.6 million 1994).

	(millions)	
	<u>1995</u>	<u>1994</u>
Agricultural Development Act	\$ 0.3	\$ 0.5
Economic Development Act	86.6	91.6
Employment Development Act	3.0	2.7
Farm Machinery Loans Act	0.1	0.2
Fisheries Development Act	2.3	2.4
Livestock Incentives Act	1.4	1.0
Nursing Homes Act	<u>14.0</u>	<u>19.5</u>
	107.7	117.9
Less: Allowance for Losses on Guaranteed Loans	<u>8.3</u>	<u>11.6</u>
	<u>\$ 99.4</u>	<u>\$106.3</u>

b) Environmental Responsibility

The Province of New Brunswick has an agreement with a mining company to limit the liability of the company to \$3.0 million for environmental damages that occurred prior to the company commencing mining at a specified site. An estimate of the Province's liability resulting from this agreement is not possible at this time.

N.B. Coal (a wholly owned subsidiary of New Brunswick Power Corporation) has an environmental responsibility to treat acidic water drainage from an inactive mine. Cost of treatment for the fiscal year ended 31 March 1995 was \$0.7 million (\$0.8 million 1994).

The Province of New Brunswick is committed to assisting municipalities with the closure and remediation of local dumps and landfills in the Province. This is an ongoing initiative which is expected to take several years to complete. In the year ended 31 March 1995, the Province spent \$0.7 million on dump closures. The estimated Provincial share of the remaining costs of this cleanup is \$18.0 million (\$18.7 million in 1994).

c) Insurance

The Province does not carry general liability insurance or property insurance on its assets except in a few limited instances. Any successful liability claims against the Province and any replacement of lost or damaged property are charged to expenditure in the year of settlement or replacement.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

d) Government Enterprises

The Workplace, Health, Safety and Compensation Commission is liable for the future costs of claims relating to certain latent occupational diseases which may have occurred in the current year or previously, but which may not be recognized and reported for a number of years due to the extended latency period of such diseases. Because of the absence of reliable evidence and data pertaining to these matters, the liabilities cannot be reasonably estimated and have not been recorded.

NOTE 13 COMMITMENTS

a) Operating Leases

The total future minimum payments under various operating lease agreements, including those of government enterprises, for the rental of space and equipment amounts to \$213.2 million. Minimum annual lease payments in each of the next five years are as follows:

	(millions)
1995-1996	\$ 24.5
1996-1997	22.7
1997-1998	21.2
1998-1999	19.7
1999-2000	17.6

b) Nursing Homes

The Department of Health and Community Services includes in its annual operating budget funding for the repayment of approved long term debt of certain nursing homes. The Department funds the nursing homes through grants which pay the difference between operating expenses and revenue from other sources. On average, revenue from other sources covers approximately 30% of operating costs.

Total long term debt of these nursing homes at 31 March 1995 amounted to approximately \$80.4 million (\$81.2 million 1994). Of the \$80.4 million nursing home debt, the Province has issued guarantees to Canada Mortgage and Housing Corporation totalling approximately \$14.0 million (\$19.5 million 1994) which is included as a contingent liability.

c) Authorized Capital Projects

The 31 March 1995 estimated amount required to complete authorized major construction projects of schools, hospitals, other buildings, roads and bridges, and to meet capital grant obligations is \$286.0 million (\$232.8 million 1994). This includes projects that will be cost shared with the Government of Canada. These projects are expected to be completed within three years. The approved capital budget of the Province for the year ending 31 March 1996 is \$301.9 million.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

NOTE 14 EXPENDITURE BY PRIMARY CLASSIFICATION

The expenditures by primary classification are as follows:

	(millions)	
	<u>1995</u>	<u>1994</u>
Personal Services	\$ 484.3	\$ 489.4
Other Services	263.4	253.7
Materials and Supplies	107.7	107.9
Property and Equipment	261.6	240.9
Contributions, Grants and Subsidies to or on behalf of:		
School Boards	579.9	622.8
Hospitals	601.7	593.1
Municipalities and Local Service Districts	170.4	167.9
Individuals	691.3	662.3
Nursing Homes	101.3	103.0
Other	420.2	421.0
Debt and Other Charges	<u>676.1</u>	<u>610.9</u>
	<u>\$4,357.9</u>	<u>\$4,272.9</u>

Personal Services includes salaries and benefits of employees, and allowances paid to the members of the Legislative Assembly. Personal Services does not include salaries and benefits of employees of hospitals, school boards and other agencies, which are paid by those organizations. Funding provided to those organizations is recorded as Contributions, Grants and Subsidies.

Other Services includes the purchase of various services including rental of space, postage, advertising, professional services, Royal Canadian Mounted Police services and travel expenses.

Materials and Supplies includes the purchase of textbooks, office supplies, heating fuel, vehicle and equipment supplies and parts, and structural materials and supplies.

Property and Equipment includes the purchase and construction of buildings, roads, bridges, equipment, and office furniture.

Contributions, Grants and Subsidies includes payments to government corporations, agencies and boards, and to business entities and non-profit organizations. Contributions, Grants and Subsidies to or on behalf of individuals includes income assistance payments and medical service payments on behalf of individuals.

Debt and Other Charges includes the cost of servicing the public debt and bad debt expenses.

NOTES TO THE FINANCIAL STATEMENTS
31 March 1995

NOTE 15 TRUST FUNDS

The Province is trustee for various trust funds outside the Provincial Reporting Entity.

The following is a summary of the trust fund equities calculated using the method indicated below to value investment assets:

	(millions)	
	<u>1995</u>	<u>1994</u>
<u>Cost method:</u>		
Margaret R. Lynds Bequest	\$ 0.1	\$ 0.1
Mental Health Trust Fund	0.5	0.5
New Brunswick Power Corporation Sinking Fund	372.2	370.5
Viscount Bennett Bequest	<u>0.2</u>	<u>0.2</u>
	<u>\$373.0</u>	<u>\$371.3</u>
<u>Market Value method:</u>		
Judges' Superannuation Trust Fund	\$ 8.2	\$ 6.7
Pension Plan for the Management Employees of New Brunswick School Boards	12.1	11.8
Pension Plan for General Labour, Trades and Services Employees of New Brunswick School Boards	88.9	88.7
Pension Plan for Secretarial and Clerical Employees of New Brunswick School Boards	14.0	13.6
Pension Plan for C.U.P.E. Employees of New Brunswick Hospitals	172.8	172.7
Public Service Superannuation Fund	1,720.9	1,596.0
Teachers' Pension Trust Fund	<u>1,663.7</u>	<u>1,537.8</u>
	<u>\$3,680.6</u>	<u>\$3,427.3</u>

The Margaret R. Lynds Bequest is used to award three annual scholarships of equal value to students pursuing the study of communications at specified universities. The Mental Health Trust Fund is used to pay for psychoanalysis treatment of deserving New Brunswick residents. The income from the Viscount Bennett Bequest is used to develop the Province's historic resources.

The New Brunswick Power Corporation sinking fund is held in trust under the authority of the Electric Power Act. New Brunswick Power Corporation makes payments to this sinking fund as required by the terms of any bond or debenture issues. These are retained and invested. The purpose of the fund is to repay the bonds or debentures when they mature.

NOTE 16 COMPARATIVE FIGURES

Prior year figures have been restated because of the change in accounting policy disclosed in note 2. Certain other figures for the prior year have also been restated to conform with the 1995 presentation of the financial statements.

SCHEDULES TO THE FINANCIAL STATEMENTS
31 March 1995

	(millions)	
	1995	1994
SCHEDULE 1		
CASH AND SHORT TERM INVESTMENTS		
Cash	\$ 26.8	\$ 42.3
Short Term Investments	186.8	8.1
	<u>\$ 213.6</u>	<u>\$ 50.4</u>
SCHEDULE 2		
ACCOUNTS AND INTEREST RECEIVABLE		
Accounts Receivable		
Canada - Conditional Grants		
Canada Assistance Plan	\$ 9.2	\$ 11.2
Canada Mortgage and Housing Corporation	30.5	27.8
Disaster Financial Assistance Program	5.1	5.8
Economic and Regional Development Agreement	7.7	9.5
First Nations	3.2	3.4
Infrastructure Program	7.4	---
New Brunswick Works	2.4	---
Non-Resident Students	1.0	1.1
Official Languages - Implementation	1.4	---
Official Languages in Education Program	5.7	9.5
Strategic Highway Improvement Program	1.5	3.4
Vocational Rehabilitation of Disabled Persons	2.0	2.3
Other Agreements	3.8	4.1
Canada - Unconditional Grants		
Established Program Financing	---	6.5
Extended Health Care Financing	---	0.5
Fiscal Equalization	21.2	---
Fiscal Stabilization Payments	5.0	45.2
Receivables of Government Departments		
Advanced Education and Labour	7.2	5.8
Economic Development and Tourism	2.1	1.7
Education	19.4	20.9
Finance	4.4	3.4
Health and Community Services	5.1	30.7
Human Resources Development - NB	10.8	9.4
Justice	6.4	6.1
Municipalities, Culture and Housing	55.6	53.4
Natural Resources and Energy	8.8	3.8
Supply and Services	2.6	2.4
Transportation	2.4	2.8
Other Departments	5.8	6.0
Guarantee Payouts	12.3	10.1
Other	6.5	5.4
Interest Receivable		
Agricultural Development Act	0.1	---
Economic Development Act	2.1	2.4
Fisheries Development Act	17.0	18.4
Other	0.6	0.6
	<u>276.3</u>	<u>313.6</u>
Less: Allowance for Doubtful Accounts	38.8	34.6
	<u>\$ 237.5</u>	<u>\$ 279.0</u>

SCHEDULES TO THE FINANCIAL STATEMENTS
31 March 1995

	(millions)	
	1995	1994
SCHEDULE 3		
TAXES RECEIVABLE		
Corporate Income Tax	\$ 14.4	\$ 7.7
Gasoline and Motive Fuels Tax	13.6	13.1
Real Property Tax	290.5	288.5
Royalties and Stumpage on Timber	3.8	20.5
Social Services and Education Tax	79.5	70.1
Tobacco Tax	3.5	5.0
Other	0.3	0.2
	405.6	405.1
Less: Allowance for Doubtful Accounts	33.3	30.2
	\$ 372.3	\$ 374.9
SCHEDULE 4		
INVENTORIES		
Construction and Maintenance Materials	\$ 9.2	\$ 7.4
Educational Textbooks	2.1	2.1
Machine Repair Parts	5.9	5.4
Properties Held for Resale	3.4	0.7
Stationery and Supplies	1.1	1.1
Veterinary Supplies	0.7	0.6
Other Supplies	1.1	1.3
	\$ 23.5	\$ 18.6
SCHEDULE 5		
PREPAID AND DEFERRED CHARGES		
Income Assistance	\$ 14.0	\$ ---
Unamortized Premiums, Discounts, and Issue Expenses on Debentures	41.7	43.2
Other	7.9	3.4
	\$ 63.6	\$ 46.6

SCHEDULES TO THE FINANCIAL STATEMENTS
31 March 1995

	(millions)					
	1995			1994		
	Amount	Allowance for Doubtful Accounts	Net	Amount	Allowance for Doubtful Accounts	Net
SCHEDULE 6						
LOANS AND ADVANCES						
Agriculture						
Agricultural Development Act	\$ 6.7	\$ 0.8	\$ 5.9	\$ 5.1	\$ 0.5	\$ 4.6
New Brunswick Crop Insurance Commission	6.6	4.4	2.2	5.8	4.2	1.6
Swine Industry Assistance Program	0.5	0.5	---	0.5	0.5	---
Economic Development and Tourism						
Economic Development Act	50.2	5.6	44.6	29.4	4.7	24.7
Provincial Holdings Ltd.	24.6	11.6	13.0	25.5	8.7	16.8
Education						
Advances to School Districts	0.5	---	0.5	0.7	---	0.7
Loans to Students	0.2	0.2	---	0.2	0.2	---
Environment						
Water and Sewerage Systems	0.5	---	0.5	0.6	---	0.6
Executive Council Office						
La Fondation du quotidien francophone	4.0	---	4.0	4.0	---	4.0
Finance						
Municipalities - Department of Regional Industrial Expansion Agreements	5.8	---	5.8	6.5	---	6.5
Fisheries and Aquaculture						
Fisheries Development Act	87.4	37.9	49.5	98.5	40.1	58.4
Health and Community Services						
Saint John Regional Laundry	2.5	---	2.5	2.8	---	2.8
Municipalities, Culture and Housing						
Loans to Municipalities	0.3	---	0.3	0.6	---	0.6
Other Loans	0.3	0.3	---	---	---	---
New Brunswick Housing Act	22.3	3.4	18.9	22.5	3.5	19.0
Regional Development Corporation						
Fundy Trail Trust	5.0	---	5.0	5.0	---	5.0
Supply and Services						
Other Loans	0.1	---	0.1	0.1	---	0.1
Transportation						
New Brunswick Transportation Authority	19.7	19.7	---	19.7	19.7	---
Unsatisfied Judgements	9.4	9.4	---	9.2	9.2	---
	<u>\$246.6</u>	<u>\$ 93.8</u>	<u>\$ 152.8</u>	<u>\$236.7</u>	<u>\$ 91.3</u>	<u>\$145.4</u>

SCHEDULES TO THE FINANCIAL STATEMENTS
31 March 1995

	(millions)	
	1995	1994
SCHEDULE 7		
INVESTMENTS		
Algonquin Properties Limited	\$ 16.7	\$ 16.1
Lotteries Commission of New Brunswick	5.8	6.3
New Brunswick Liquor Corporation	13.6	13.4
New Brunswick Power Corporation	457.7	432.0
New Brunswick Municipal Finance Corporation	0.6	0.5
Workplace Health, Safety and Compensation Commission	(24.0)	(63.8)
Other Investments	1.9	0.9
	\$ 472.3	\$ 405.4
SCHEDULE 8		
BANK ADVANCES AND SHORT TERM BORROWING		
Bank Overdrafts	\$ 38.6	\$ 29.0
Treasury Bill 0% Payable on Demand	1.2	1.2
Treasury Bills 6.25% - 8.44% Maturing 5 April 1995 - 29 September 1995	763.7	493.5
	\$ 803.5	\$ 523.7
SCHEDULE 9		
ACCOUNTS PAYABLE		
Accounts Payable for Goods and Services		
Advanced Education and Labour	\$ 11.5	\$ 8.6
Economic Development and Tourism	13.7	7.4
Education	5.5	6.5
Environment	5.3	4.8
Finance	13.5	12.4
Health and Community Services	41.2	50.5
Human Resources Development -NB	5.2	2.6
Maritime Provinces Higher Education Commission	8.9	9.2
Municipalities, Culture and Housing	12.8	5.7
Natural Resources and Energy	3.7	2.5
Office of the Comptroller	2.5	6.2
Regional Development Corporation	1.5	2.3
Solicitor General	13.2	8.2
Supply and Services	15.3	15.6
Transportation	19.9	21.7
Other Departments	5.1	4.0
Due to Canada		
Department of Regional Industrial Expansion	6.6	7.6
Equalization Payments from Canada	---	63.2
Gross Revenue Insurance Program	1.2	1.1
Other Transfer Payments	0.9	---
Other Agreements	0.2	0.7
New Brunswick Housing Corporation - Third Parties	50.8	50.0
Other	0.6	0.6
	\$ 239.1	\$ 291.4

SCHEDULES TO THE FINANCIAL STATEMENTS
31 March 1995

	(millions)	
	1995	1994
SCHEDULE 10		
ACCRUED EXPENDITURES		
Accrued Interest		
Funded Debt and Capital Loans	\$ 152.6	\$ 152.1
Outstanding Treasury Bills	7.5	0.1
Other	0.9	0.9
	161.0	153.1
Accrued Salaries Payable	11.0	10.6
Health and Community Services	37.7	15.5
Holdbacks on Contracts	6.7	6.9
Land Expropriation	1.3	1.1
Other	3.1	4.0
	\$ 220.8	\$ 191.2
 SCHEDULE 11		
ALLOWANCE FOR LOSSES ON GUARANTEED LOANS		
Advanced Education and Labour	\$ 1.7	\$ 1.3
Agriculture	0.1	---
Economic Development and Tourism	6.5	10.3
	\$ 8.3	\$ 11.6
 SCHEDULE 12		
DEFERRED REVENUE		
Motor Vehicle and Operators' Licences	\$ 31.2	\$ 30.1
Real Property Taxes	179.3	172.3
Other	3.9	3.3
	\$ 214.4	\$ 205.7

SCHEDULES TO THE FINANCIAL STATEMENTS
31 March 1995

	(millions)	
	1995	1994
SCHEDULE 13		
DEPOSITS HELD IN TRUST		
Administrator of Estates of Patients in Psychiatric Facilities	\$ 0.6	\$ 0.3
Contractors' Deposits	0.9	0.7
Court of Queen's Bench	2.0	1.6
Mining Licenses - Non-Performance Renewal Fees	0.8	0.7
New Brunswick Reinsurance Account	0.8	0.4
Sale of Property for Taxes	0.7	0.7
Tenants' Security Deposits	7.3	7.0
Other	1.2	1.0
	<u>\$ 14.3</u>	<u>\$ 12.4</u>
SCHEDULE 14		
ACCRUED PENSION LIABILITY		
Excess of Accrued Pension Benefits over Assets	\$ 672.8	\$ 928.4
Unamortized Estimation Adjustments and Plan Amendments	794.9	650.2
	<u>\$ 1,467.7</u>	<u>\$ 1,578.6</u>

SCHEDULES TO THE FINANCIAL STATEMENTS
31 March 1995

	(millions)		
	1995 Budget	1995 Actual	1994 Actual
SCHEDULE 15			
TAXES ON CONSUMPTION			
Gasoline and Motive Fuels Tax	\$ 155.0	\$ 161.4	\$ 153.4
Social Services and Education Tax	697.5	690.6	646.2
Tobacco Tax	39.8	34.9	43.5
Other	1.8	2.3	2.0
	<u>\$ 894.1</u>	<u>\$ 889.2</u>	<u>\$ 845.1</u>
SCHEDULE 16			
TAXES ON INCOME			
Corporate Income Tax	\$ 97.0	\$ 159.6	\$ 89.7
Mining	1.9	5.4	1.8
Personal Income Tax	770.0	697.7	727.8
	<u>\$ 868.9</u>	<u>\$ 862.7</u>	<u>\$ 819.3</u>
SCHEDULE 17			
OTHER TAXES			
Financial Corporation Capital Tax	\$ 9.9	\$ 9.0	\$ 8.6
Insurance Premium Tax	21.2	22.4	21.6
Other	2.7	2.6	2.6
	<u>\$ 33.8</u>	<u>\$ 34.0</u>	<u>\$ 32.8</u>
SCHEDULE 18			
LICENSES AND PERMITS			
Angling Licenses	\$ 1.3	\$ 1.2	\$ 1.3
Corporations - Annual Filing Fees	1.6	1.6	1.6
Corporations - Letters Patent	0.9	1.1	1.0
Hunting Licenses	2.1	2.1	1.8
Liquor Licensing Board	5.4	4.8	5.3
Motor Vehicle Licenses	66.9	72.1	68.2
Other	8.5	8.7	7.8
	<u>\$ 86.7</u>	<u>\$ 91.6</u>	<u>\$ 87.0</u>
SCHEDULE 19			
ROYALTIES			
Forest	\$ 31.4	\$ 36.6	\$ 25.8
Mines	9.8	11.9	8.8
	<u>\$ 41.2</u>	<u>\$ 48.5</u>	<u>\$ 34.6</u>

**SCHEDULES TO THE FINANCIAL STATEMENTS
31 March 1995**

	(millions)		
	<u>1995 Budget</u>	<u>1995 Actual</u>	<u>1994 Actual</u>
SCHEDULE 20			
INVESTMENT INCOME			
Lottery Revenues	\$ 63.6	\$ 63.3	\$ 56.8
New Brunswick Liquor Corporation	80.9	81.4	80.0
New Brunswick Municipal Finance Corporation	---	0.1	0.1
New Brunswick Power Corporation	33.8	25.7	23.8
Workplace Health, Safety and Compensation Commission	10.7	39.8	16.6
Other Investment Income	18.1	22.1	22.6
	<u>\$ 207.1</u>	<u>\$ 232.4</u>	<u>\$ 199.9</u>
SCHEDULE 21			
OTHER PROVINCIAL REVENUE			
Sales of Goods and Services	\$ 83.5	\$ 91.5	\$ 87.1
Other Revenue	14.2	18.9	36.5
	<u>\$ 97.7</u>	<u>\$ 110.4</u>	<u>\$ 123.6</u>
SCHEDULE 22			
CONDITIONAL GRANTS - CANADA			
Alcoholism Treatment and Rehabilitation - Vocational Rehabilitation of Disabled Persons	\$ 2.9	\$ 3.5	\$ 3.0
Canada Assistance Plan	199.0	203.1	212.8
Canada Mortgage and Housing Corporation	24.5	26.6	27.3
Canadian Job Strategy - Job Entry	7.5	4.2	7.1
Economic Development	29.0	33.2	32.6
Flood and Storm Damage	---	2.3	5.9
Highway Improvements	43.2	46.9	50.2
Infrastructure Program	---	16.5	---
Job Corps	---	5.7	---
National Training Act	9.7	7.8	8.2
New Brunswick Works	6.7	5.9	4.8
Official Languages in Education Agreement	21.3	19.0	22.7
Young Offenders Act	4.6	4.6	4.6
Other	13.5	16.4	15.7
	<u>\$ 361.9</u>	<u>\$ 395.7</u>	<u>\$ 394.9</u>

SCHEDULES TO THE FINANCIAL STATEMENTS
31 March 1995

	(millions)		
	1995 Budget	1995 Actual	1994 Actual
SCHEDULE 23			
EDUCATION			
Advanced Education and Labour	\$ 141.3	\$ 143.8	\$ 131.1
Education	616.4	615.8	623.6
General Government	61.3	22.7	52.2
Maritime Provinces Higher Education Commission	160.6	160.8	164.1
Supply and Services	33.5	36.0	38.4
	<u>\$ 1,013.1</u>	<u>\$ 979.1</u>	<u>\$ 1,009.4</u>
SCHEDULE 24			
HEALTH			
General Government	\$ ---	\$ 3.5	\$ ---
Health and Community Services	1,205.4	1,195.0	1,166.1
Mental Health Commission	46.0	45.9	43.7
Supply and Services	38.1	37.7	32.3
	<u>\$ 1,289.5</u>	<u>\$ 1,282.1</u>	<u>\$ 1,242.1</u>
SCHEDULE 25			
JUSTICE			
Justice	\$ 26.8	\$ 26.4	\$ 26.9
Solicitor General	71.3	75.4	70.4
Supply and Services	---	---	0.1
	<u>\$ 98.1</u>	<u>\$ 101.8</u>	<u>\$ 97.4</u>
SCHEDULE 26			
ECONOMIC DEVELOPMENT			
Agriculture	\$ 24.7	\$ 23.7	\$ 25.2
Economic Development and Tourism	34.4	41.9	31.0
Environment	48.3	36.6	50.3
Fisheries and Aquaculture	12.5	12.2	13.2
Natural Resources and Energy	63.6	61.6	60.7
New Brunswick Geographic Information Corporation	12.0	11.0	12.4
Regional Development Corporation	100.6	97.5	100.0
Regional Development Corporation - Special Operating Agency	---	33.1	---
Supply and Services	0.9	0.9	3.1
	<u>\$ 297.0</u>	<u>\$ 318.5</u>	<u>\$ 295.9</u>

SCHEDULES TO THE FINANCIAL STATEMENTS
31 March 1995

	(millions)		
	1995 Budget	1995 Actual	1994 Actual
SCHEDULE 27			
MUNICIPAL AFFAIRS			
Municipalities, Culture and Housing	\$ 207.4	\$ 207.5	\$ 217.6
Supply and Services	0.5	0.5	0.6
	<u>\$ 207.9</u>	<u>\$ 208.0</u>	<u>\$ 218.2</u>
SCHEDULE 28			
TRANSPORTATION			
Supply and Services	\$ 0.5	\$ 0.5	\$ 2.0
Transportation	319.4	360.2	344.4
	<u>\$ 319.9</u>	<u>\$ 360.7</u>	<u>\$ 346.4</u>
SCHEDULE 29			
CENTRAL GOVERNMENT			
Executive Council	\$ 3.1	\$ 2.9	\$ 3.0
Finance	21.1	23.4	20.9
General Government	59.2	21.1	39.2
Intergovernmental Affairs	1.2	1.0	1.0
Legislative Assembly	10.1	9.9	10.0
Office of the Comptroller	6.6	6.3	6.6
Office of the Premier	1.1	1.0	1.1
Supply and Services	91.5	98.1	92.0
	<u>\$ 193.9</u>	<u>\$ 163.7</u>	<u>\$ 173.8</u>