

FINANCIAL SUMMARY
(\$000'S)

	2003-04 VOTED TO DATE	SUPPLE- MENTARY NO. 3	UNDER EXPEND- ITURE/ CHANGE	2003-04 REVISED VOTE
INCOME:				
Territorial Revenue	79,090	0	1,517	80,607
Canada Health and Social Transfer	24,140	0	(1,464)	22,676
Health Reform Transfer	979	0	0	979
Northern Health Accord	6,667	0	0	6,667
Transfer from Canada	436,436	0	(10,301)	426,135
Recoveries	96,813	0	(6,336)	90,477
TOTAL INCOME	644,125	0	(16,584)	627,541
LESS EXPENDITURES:				
Operation and Maintenance	523,315	819	(9,652)	514,482
Capital	137,944	0	(28,519)	109,425
Loan Interest	364	0	0	364
TOTAL EXPENDITURES	661,623	819	(38,171)	624,271
UNADJUSTED SURPLUS (DEFICIT)	(17,498)	(819)	21,587	3,270
ADJUSTMENTS:				
Add: Recoveries of Prior Years' Expenditures	0	0	904	904
Add: Items transferred to the Balance Sheet in the Public Accounts ⁽¹⁾	0	0	2,748	2,748
Less: Amortization Expense	0	0	(960)	(960)
SURPLUS (DEFICIT) FOR THE YEAR	(17,498)	(819)	24,279	5,962
Accumulated Surplus, March 31, 2003	69,695	0	0	69,695
Restatement for change in accounting policy ⁽²⁾	9,987			9,987
Accumulated Surplus, March 31, 2003 (restated)	79,682			79,682
Accumulated Surplus, March 31, 2004	62,184	(819)	24,279	85,644

(1) Items transferred to the Balance Sheet in the Public Accounts are (in \$ thousands):

CS	- land development costs transferred to land held for sale (Capital)	3,886
	- local improvement costs transferred to loans receivable (Capital)	785
	- land recoveries transferred to land held for sale (Capital)	(5,640)
	- local improvement recoveries transferred to loans receivable (Capital)	(292)
EMR	- land development costs transferred to land held for sale (Capital)	9
	- land recoveries transferred to land held for sale (Capital)	(16)
HPW	- capital lease principal payments transferred to capital lease obligations (O&M)	765
	- leased capital asset cost transferred to non-financial assets (Capital)	3,251
		<u>2,748</u>

(2) In 2003-04, the Government implemented an accrual basis of accounting for income tax revenue. Previously, income tax remittances for the taxation year were recognized as revenue of the fiscal year in which the taxation year ended. With the new accounting policy, the last three months of the fiscal year's entitlement is accrued as revenue based on an estimate provided by Canada's Department of Finance. This change in accounting policy was applied retroactively. The effect of this change in accounting policy on accumulated surplus, as at March 31, 2003, is \$9,987,000.

FINANCIAL SUMMARY (Cont'd)
(\$000'S)

	2003-04 VOTED TO DATE	SUPPLE- MENTARY NO. 3	UNDER EXPEND- ITURE/ CHANGE	2003-04 REVISED VOTE
<u>NET BUDGETARY EXPENDITURES:</u>				
OPERATION AND MAINTENANCE:				
Gross Budgetary Expenditures	523,315	819	(9,652)	514,482
Less: Recoveries	48,841	0	3,944	52,785
NET O & M EXPENDITURES	474,474	819	(13,596)	461,697
CAPITAL:				
Gross Budgetary Expenditures	137,944	0	(28,519)	109,425
Less: Recoveries	47,315	0	(10,283)	37,032
NET CAPITAL EXPENDITURES	90,629	0	(18,236)	72,393
LOAN INTEREST:				
Gross Budgetary Expenditures	364	0	0	364
Less: Recoveries	657	0	3	660
NET LOAN INTEREST	(293)	0	(3)	(296)
TOTAL BUDGETARY EXPENDITURES:				
Gross Budgetary Expenditures	661,623	819	(38,171)	624,271
Less: Recoveries	96,813	0	(6,336)	90,477
NET BUDGETARY EXPENDITURES	564,810	819	(31,835)	533,794
<u>NET NON-BUDGETARY EXPENDITURES:</u>				
LOAN PRINCIPAL:				
Gross Expenditures	51	0	0	51
Less: Recoveries	1,070	0	0	1,070
NET LOAN PRINCIPAL	(1,019)	0	0	(1,019)
LOAN CAPITAL:				
Gross Expenditures	5,000	0	(4,800)	200
Less: Recoveries	5,000	0	(4,800)	200
NET LOAN CAPITAL	0	0	0	0