

**FINANCIAL SUMMARY <sup>(1)</sup>**  
**(\$000'S)**

	2004-05 ESTIMATE	2003-04 FORECAST	% CHANGE	2002-03 ACTUAL
<b>REVENUE:</b>				
Territorial Revenue	78,188	79,090	-1%	72,273
Recoveries <sup>(2)</sup>	85,444	72,466	18%	57,890
Transfers from Canada <sup>(3)</sup>	468,780	468,222	0%	401,710
Amortization of Deferred Capital Contributions	15,170	14,410	5%	13,926
<b>TOTAL REVENUE</b>	<b>647,582</b>	<b>634,188</b>	<b>2%</b>	<b>545,799</b>
<b>LESS EXPENSES:</b>				
Operation and Maintenance Expenditures	543,104	523,115	4%	461,676
Capital Expenditures	162,654	138,144	18%	107,715
Less: Tangible Capital Asset acquisition costs	(59,096)	(46,798)	26%	(43,371)
Loan Interest	360	364	-1%	358
Amortization Expense	32,039	31,021	3%	29,331
<b>TOTAL EXPENSES</b>	<b>679,061</b>	<b>645,846</b>	<b>5%</b>	<b>555,709</b>
<b>ADJUSTMENTS:</b>				
Plus: Recoveries of prior years' expenditures	0	0		772
Plus: Items transferred to the balance sheet	0	0		77
Plus: Increase in restricted funds	0	0		317
Less: Tangible Capital Assets (TCA) write downs and disposals	0	(1,271)		(755)
<b>SURPLUS (DEFICIT) FOR THE YEAR</b>	<b>(31,479)</b>	<b>(12,929)</b>		<b>(9,499)</b>

(1) Restated 2003-04 Forecast and 2002-03 Actual to be consistent with the 2004-05 Estimate presentation.

(2) Reported net of tangible capital asset deferred capital contributions. Refer to the Revenue Summary for details.

(3) Includes Grant from Canada, Canada Health and Canada Social Transfers, Northern Health Accord, Health Reform Transfer. Refer to the Revenue Schedule for details.

**FINANCIAL SUMMARY (Cont'd) <sup>(1)</sup>**  
**(\$000'S)**

	2004-05 ESTIMATE	2003-04 FORECAST	% CHANGE	2002-03 ACTUAL
<b>NET FINANCIAL RESOURCES</b>				
Net financial resources, beginning of the year	59,185	70,683	-16%	78,514
Surplus (Deficit) for the year	(31,479)	(12,929)	143%	(9,499)
Effect of change in tangible capital assets				
Purchases, net of deferred capital contributions	(33,701)	(22,451)	50%	(14,953)
Amortization of tangible capital assets	32,039	31,021	3%	29,331
Write downs and disposals	0	1,271	-100%	755
Amortization of deferred capital contributions	(15,170)	(14,410)	5%	(13,926)
Effect of change in other non-financial assets				
Increase in prepaid expenses	0	0	0%	(57)
Decrease in inventories of supplies	0	0	0%	518
<b>Increase (decrease) in net financial resources</b>	<b>(48,311)</b>	<b>(17,498)</b>	<b>176%</b>	<b>(7,831)</b>
<b>Net financial resources, unadjusted</b>	<b>10,874</b>	<b>53,185</b>		
Plus: Estimated lapses net of revotes	6,960	6,000		
<b>Net financial resources, end of the year</b>	<b>17,834</b>	<b>59,185</b>	<b>-70%</b>	<b>70,683</b>
<b>NON-FINANCIAL ASSETS <sup>(2)</sup></b>				
Net opening balance, beginning of the year	337,294	332,725	0%	334,393
Purchases, net of deferred capital contributions	33,701	22,451	50%	14,953
Amortization expense	(32,039)	(31,021)	3%	(29,331)
Amortization of deferred capital contributions	15,170	14,410	5%	13,926
Write downs and disposals	0	(1,271)	-100%	(755)
Changes to inventories and prepaid expenses	0	0	0%	(461)
<b>Net non-financial resources, at end of the year</b>	<b>354,126</b>	<b>337,294</b>	<b>5%</b>	<b>332,725</b>
<b>ACCUMULATED SURPLUS</b>	<b>371,960</b>	<b>396,479</b>	<b>-6%</b>	<b>403,408</b>

(1) Restated 2003-04 Forecast and 2002-03 Actual to be consistent with the 2004-05 Estimate presentation.

(2) Excludes non-financial assets of Fleet Vehicle Agency, Queen's Printer Agency, Property Management Agency, and Road and Airport Equipment Reserve Fund

**FINANCIAL SUMMARY (Cont'd) <sup>(1)</sup>**  
**(\$000'S)**

	2004-05 ESTIMATE	2003-04 FORECAST	% CHANGE	2002-03 ACTUAL
<b>NET EXPENDITURES:</b>				
<b>OPERATION AND MAINTENANCE:</b>				
Gross Expenditures	543,104	523,115	4%	461,676
Less: Recoveries	53,034	48,841	9%	40,117
<b>NET O &amp; M EXPENDITURES</b>	<b>490,070</b>	<b>474,274</b>	<b>3%</b>	<b>421,559</b>
<b>CAPITAL:</b>				
Gross Expenditures	162,654	138,144	18%	107,715
Less: Recoveries	57,229	47,315	21%	45,424
<b>NET CAPITAL EXPENDITURES</b>	<b>105,425</b>	<b>90,829</b>	<b>16%</b>	<b>62,291</b>
<b>LOAN INTEREST:</b>				
Gross Expenditures	360	364	-1%	358
Less: Recoveries	576	657	-12%	767
<b>NET LOAN INTEREST</b>	<b>(216)</b>	<b>(293)</b>	<b>-26%</b>	<b>(409)</b>
<b>LOAN PRINCIPAL:</b>				
Gross Expenditures	0	51	-100%	73
Less: Recoveries	845	1,070	-21%	1,574
<b>NET LOAN PRINCIPAL</b>	<b>(845)</b>	<b>(1,019)</b>	<b>-17%</b>	<b>(1,501)</b>
<b>LOAN CAPITAL:</b>				
Gross Expenditures	5,000	5,000	0%	0
Less: Recoveries	5,000	5,000	0%	0
<b>NET LOAN CAPITAL</b>	<b>0</b>	<b>0</b>	<b>0%</b>	<b>0</b>

(1) Restated 2003-04 Forecast and 2002-03 Actual to be consistent with the 2004-05 Estimate presentation.