

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

	2005-06 ESTIMATE	2004-05 FORECAST	% CHANGE	2003-04 ACTUAL
<b>SURPLUS (DEFICIT) FOR THE YEAR</b>				
<b>Revenue</b>				
Territorial Revenue	86,457	79,937	8%	80,607
Recoveries	136,226	126,987	7%	92,785
Transfers from Canada <sup>(2)</sup>	540,205	519,922	4%	456,457
	<b>762,888</b>	726,846	5%	629,849
<b>Less Expenditures</b>				
Operation and Maintenance Expenditures	577,663	579,555	0%	516,654
Capital Expenditures	206,420	166,860	24%	109,561
Loan Interest	360	360	0%	364
	<b>784,443</b>	746,775	5%	626,579
<b>Effect of change in tangible capital assets</b>				
Plus: Tangible capital asset acquisition costs	85,251	66,355	28%	38,210
Less: Deferred capital contributions	(26,700)	(25,928)	3%	(18,724)
Plus: Amortization of deferred capital contributions	14,222	13,966	2%	14,049
Less: Amortization expense	(30,098)	(29,259)	3%	(29,148)
Less: Write-downs and disposals	0	(23)	-100%	(1,318)
	<b>42,675</b>	25,111	70%	3,069
<b>Adjustments</b>				
Plus: Recoveries of prior years' expenditures	0	0		904
Plus: Items transferred to the balance sheet	0	0		1,788
Plus: Increase in restricted funds	0	0		770
Plus: Estimated year end lapses	24,622	22,141		
Less: Estimated revotes of prior year lapses	(16,606)			
	<b>29,136</b>	27,323		9,801
<b>SURPLUS (DEFICIT) FOR THE YEAR</b>				

(1) Restated 2004-05 Forecast and 2003-04 Actual to be consistent with the 2005-06 Estimate presentation.

(2) Refer to the Revenue Summary (page S-5) for details.

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

	2005-06 ESTIMATE	2004-05 FORECAST	% CHANGE	2003-04 ACTUAL
<b>NET FINANCIAL RESOURCES</b>				
Net financial resources, beginning of the year <sup>(2)</sup>	<b>77,918</b>	75,706	3%	80,670
Surplus (Deficit) for the Year	<b>29,136</b>	27,323	7%	9,801
Effect of change in tangible capital assets	<b>(42,675)</b>	(25,111)	70%	(3,069)
Effect of change in other non-financial assets	<b>0</b>	0	0%	(11,696)
Increase (decrease) in net financial resources	<b>(13,539)</b>	2,212	-712%	(4,964)
<b>Net financial resources, end of the year (A)</b>	<b>64,379</b>	77,918	-17%	75,706
<b>NON-FINANCIAL ASSETS <sup>(3)</sup></b>				
Net opening balance, beginning of the year	<b>358,449</b>	333,338	8%	318,573
Purchases, net of deferred capital contributions	<b>58,551</b>	40,427	45%	19,486
Amortization expense	<b>(30,098)</b>	(29,259)	3%	(29,148)
Amortization of deferred capital contributions	<b>14,222</b>	13,966	2%	14,049
Write-downs and disposals	<b>0</b>	(23)	-100%	(1,318)
Capital leases	<b>0</b>	0	0%	11,111
Changes to inventories and prepaid expenses	<b>0</b>	0	0%	585
<b>Net non-financial resources, end of the year (B)</b>	<b>401,124</b>	358,449	12%	333,338
<b>ACCUMULATED SURPLUS (A + B)</b>	<b>465,503</b>	436,367	7%	409,044

(1) Restated 2004-05 Forecast and 2003-04 Actual to be consistent with the 2005-06 Estimate presentation.

(2) With the adoption of full accrual accounting effective April 1, 2004, the Government now reports Net Financial Resources (financial assets less liabilities) requiring restatement from the April 1, 2003 opening balance as follows:

Accumulated Surplus, April 1, 2003	69,695
Less: Prepaid expenses	(866)
Less: Inventories	(3,148)
Less: Income tax	9,987
Plus: Restricted funds	5,002
Net Financial Resources, March 31, 2003	<u>80,670</u>

(3) 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)**

	2005-06 ESTIMATE	2004-05 FORECAST	% CHANGE	2003-04 ACTUAL
<b><u>NET EXPENDITURES:</u></b>				
<b>OPERATION AND MAINTENANCE:</b>				
Gross Expenditures	577,663	579,555	0%	516,654
Less: Recoveries	58,811	73,315	-20%	55,124
<b>NET O &amp; M EXPENDITURES</b>	<b>518,852</b>	<b>506,240</b>	<b>2%</b>	<b>461,530</b>
<b>CAPITAL:</b>				
Gross Expenditures	206,420	166,860	24%	109,561
Less: Recoveries	76,862	53,054	45%	37,001
<b>NET CAPITAL EXPENDITURES</b>	<b>129,558</b>	<b>113,806</b>	<b>14%</b>	<b>72,560</b>
<b>LOAN INTEREST:</b>				
Gross Expenditures	360	360	0%	364
Less: Recoveries	553	618	-11%	660
<b>NET LOAN INTEREST</b>	<b>(193)</b>	<b>(258)</b>	<b>-25%</b>	<b>(296)</b>
<b>LOAN PRINCIPAL:</b>				
Gross Expenditures	0	0	0%	51
Less: Recoveries	795	845	-6%	1,070
<b>NET LOAN PRINCIPAL</b>	<b>(795)</b>	<b>(845)</b>	<b>-6%</b>	<b>(1,019)</b>
<b>LOAN CAPITAL:</b>				
Gross Expenditures	5,000	5,000	0%	200
Less: Recoveries	5,000	5,000	0%	200
<b>NET LOAN CAPITAL</b>	<b>0</b>	<b>0</b>	<b>0%</b>	<b>0</b>

(1) Restated 2004-05 Forecast and 2003-04 Actual to be consistent with the 2005-06 Estimate presentation.