



NOVA SCOTIA BUDGET ADDENDUM

FOR THE FISCAL YEAR 2006–2007

THE HONOURABLE MICHAEL G. BAKER, Q.C.
MINISTER OF FINANCE

THIS DOCUMENT IS TO BE USED IN CONJUNCTION WITH THE 2006-2007
NOVA SCOTIA BUDGET ASSUMPTIONS AND SCHEDULES DOCUMENT.



NOVA SCOTIA BUDGET ADDENDUM

FOR THE FISCAL YEAR 2006–2007

**THE HONOURABLE MICHAEL G. BAKER, Q.C.
MINISTER OF FINANCE**

JULY 2006



PROVINCE OF NOVA SCOTIA
2006-2007 ESTIMATES
ADDENDUM - JULY 4, 2006

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PROVINCE OF NOVA SCOTIA

2006-2007 ESTIMATES

ADDENDUM - JULY 4, 2006

INTRODUCTION

The Province of Nova Scotia introduced the 2006-2007 Budget on May 9, 2006. Before the spending appropriations were debated, a general election was called for June 13, 2006. The Budget being introduced today is substantially the same as the one that was tabled on May 9, 2006.

The budget documents, which were introduced on May 9th, are being re-tabled in the House of Assembly today, along with this short addendum document, which details the revisions to the Estimates and other information relevant to the Budget. These adjustments are not considered material.

This Addendum should be used in conjunction with the original budget documents tabled on May 9, 2006. The internet versions of the Nova Scotia Estimates and the Nova Scotia Estimates - Supplementary Detail will be updated to reflect the revisions detailed in this Addendum.

MINISTERIAL RESPONSIBILITIES

Since the Budget was tabled on May 9, 2006, there have been a number of changes to Ministerial responsibilities. The Ministerial Responsibilities are noted in Schedule “A” of this Addendum.

INTRODUCTION (continued)

ECONOMIC ASSUMPTIONS

New information has become available necessitating revisions to the economic assumptions, which can be found in Schedules “B1” to “B3” of this Addendum.

ESTIMATES ADJUSTMENTS

The adjustments to the Estimates include a number of revisions to *Ordinary Revenue*, which result in a net increase of \$1.5 million; an \$8.4 million reduction in *Debt Servicing Costs*; and, an \$8.3 million increase in the Legislative Services appropriation under Public Service in *Net Program Expenses*. The cumulative impact of these adjustments is a \$1.6 million increase over the Provincial Surplus reported in the May 9, 2006 Budget. The revised surplus is \$73.5 million.

The *Ordinary Revenue* revisions consist of the following:

- *Energy* - an \$8.0 million decrease in Royalties - Petroleum to \$280.0 million;
- *Finance* - a reduction of \$0.3 million in Corporation Income Tax to \$378.5 million, an increase of \$12.3 million in Harmonized Sales Tax to \$1,104.4 million; a \$0.4 million decrease in Individual Income Tax to \$1,652.1 million; and, a \$0.5 million reduction in Interest to \$77.3 million;
- *Justice* - a \$0.2 million decrease in Fines - Criminal Prosecutions to \$1.0 million;
- *Natural Resources* - a reduction of \$0.8 million in the Timber and Fuelwood Licenses to \$4.3 million; and,
- *Service Nova Scotia and Municipal Relations* - an increase of \$2.4 million in Gasoline and Diesel Oil Tax to \$247.3 million; an increase of \$0.4 million in the Levy on Private Sales of Used Vehicles to \$14.8 million; and, a \$3.4 million decrease in Tobacco Tax to \$163.0 million.

INTRODUCTION (continued)

The reduction in *Debt Servicing Costs* is attributed to an \$8.4 million decrease in the interest costs related to Debenture Debt.

The only change in *Net Program Expenses* occurs in the Legislative Services appropriation, to reflect the impact of the cost of the June 13, 2006 general election. The budget for Elections Nova Scotia has been increased by \$6.7 million to \$9.2 million, the estimate for Legislative Expenses has been increased by \$1.6 million to \$17.5 million. The other appropriations related to program spending are the same as introduced in the May 9th budget.

These revisions are highlighted in the pages that follow.

2005-2006 FORECAST

The 2005-2006 Forecast published in the May 9th budget has not been updated as the audit and accounting process for the fiscal year ending March 31, 2006 is currently underway. The final results for fiscal 2005-2006 will be published in the Public Accounts, which must be released by September 30, 2006.

PROVINCE OF NOVA SCOTIA
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SCHEDULE "A"

MINISTERIAL RESPONSIBILITIES

Agriculture	Honourable Brooke D. Taylor
Community Services	Honourable Judy Streach
Education	Honourable Karen Casey
Education - Assistance to Universities	Honourable Karen Casey
Energy	Honourable William Dooks
Environment and Labour	Honourable Mark Parent
Finance	Honourable Michael G. Baker, Q.C.
Finance - Debt Servicing Costs	Honourable Michael G. Baker, Q.C.
Health	Honourable Chris A. d'Entremont
Health Promotion and Protection	Honourable Barry Barnet
Justice	Honourable Murray K. Scott, M.B.
Natural Resources	Honourable David M. Morse
Public Service	
Communications Nova Scotia	Honourable Barry Barnet
Emergency Management Office of Nova Scotia	Honourable Ernest L. Fage

PROVINCE OF NOVA SCOTIA
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SCHEDULE "A"

MINISTERIAL RESPONSIBILITIES (continued)

Public Service (continued)

Executive Council

Aboriginal Affairs	Honourable Michael G. Baker, Q.C.
Acadian Affairs	Honourable Chris A. d'Entremont
African Nova Scotian Affairs	Honourable Barry Barnet
Cape Breton Cabinet Office	Honourable Rodney J. MacDonald
Council of Atlantic Premiers	Honourable Rodney J. MacDonald
Executive Council Office	Honourable Rodney J. MacDonald
Intergovernmental Affairs	Honourable Rodney J. MacDonald
Office of Immigration	Honourable Carolyn Bolivar-Getson
Office of the Premier	Honourable Rodney J. MacDonald
Public Service Commission	Honourable Ernest L. Fage
Treasury and Policy Board	Honourable Angus MacIsaac
Voluntary Planning Board	Honourable Angus MacIsaac
FOIPOP Review Office	Honourable Murray K. Scott, M.B.

PROVINCE OF NOVA SCOTIA
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SCHEDULE "A"

MINISTERIAL RESPONSIBILITIES (continued)

Public Service: (continued)

Government Contributions to Benefit Plans	Honourable Michael G. Baker, Q.C.
Human Rights Commission	Honourable Murray K. Scott, M.B.
Legislative Services	Honourable Cecil P. Clarke
Nova Scotia Advisory Council on the Status of Women	Honourable Carolyn Bolivar-Getson
Nova Scotia Business Inc.	Honourable Richard Hurlburt
Nova Scotia Fisheries and Aquaculture	Honourable Ronald M. Chisholm
Nova Scotia Police Review Board	Honourable Murray K. Scott, M.B.
Nova Scotia Securities Commission	Honourable Michael G. Baker, Q.C.
Nova Scotia Utility and Review Board	Honourable Michael G. Baker, Q.C.
Office of Economic Development	Honourable Richard Hurlburt
Office of Health Promotion	Honourable Barry Barnet
Office of the Auditor General	Honourable Cecil P. Clarke
Office of the Ombudsman	Honourable Cecil P. Clarke
Public Prosecution Service	Honourable Murray K. Scott, M.B.
Senior Citizens' Secretariat	Honourable Carolyn Bolivar-Getson

PROVINCE OF NOVA SCOTIA
2006-2007 ESTIMATES
ADDENDUM - JULY 4, 2006
SCHEDULE "A"

MINISTERIAL RESPONSIBILITIES (continued)

Service Nova Scotia and Municipal Relations

Tourism, Culture and Heritage

Transportation and Public Works

Honourable Jamie Muir

Honourable Len Goucher

Honourable Angus MacIsaac

PROVINCE OF NOVA SCOTIA
2006-2007 ESTIMATES
ADDENDUM - JULY 4, 2006
ECONOMIC ASSUMPTIONS

Schedule B1: National Forecast Assumptions

	2006
Real Gross Domestic Product, 1997\$ (% change)	3.2
Nominal Gross Domestic Product (% change)	5.1
Employment (% change)	1.9
Unemployment Rate (%)	6.4
Personal Income (% change)	4.5
Consumer Price Index (% change)	3.0
Retail Sales (% change)	5.8
Corporate Profits before Taxes (% change)	6.0
Exports of Goods and Services (% change)	5.5

PROVINCE OF NOVA SCOTIA
2006-2007 ESTIMATES
ADDENDUM - JULY 4, 2006
ECONOMIC ASSUMPTIONS

Schedule B2: Provincial Forecast Assumptions

	2006
Real Gross Domestic Product, 1997\$ (% change)	2.5
Nominal Gross Domestic Product (% change)	4.5
Employment (% change)	0.5
Unemployment Rate (%)	8.0
Personal Income (% change)	4.1
Consumer Price Index (% change)	2.9
Retail Sales (% change)	4.5
Corporate Profits before Taxes (% change)	5.0
Exports of Goods and Services (% change)	4.9

PROVINCE OF NOVA SCOTIA
2006-2007 ESTIMATES
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ECONOMIC ASSUMPTIONS

Schedule B3: **Interest and Foreign Exchange Rate**

Assumptions	Estimate 2006-2007
CAD/USA	\$1.1056
USA/CAD	\$0.9045
10-year Canada Bond	4.30 %
3-month Canada T-bill	4.05 %
3-month US T-bill	4.62 %

ESTIMATES

**PROVINCE OF NOVA SCOTIA
BUDGETARY SUMMARY - STATEMENT OF OPERATIONS
(\$ thousands)**

2004-2005		2005-2006			2006-2007
Estimate	Actual	Estimate	Forecast		Estimate
(as restated)					
				Consolidated Fund	
5,574,172	5,857,665	6,097,580	6,267,658	Ordinary Revenue (1)	6,588,838
				Net Expenses	
5,077,630	5,192,710	5,496,275	5,588,376	Net Program Expenses	5,995,507
(9,400)	6,337	24,379	38,268	Pension Valuation Adjustment	33,213
871,821	890,328	897,468	872,057	Net Debt Servicing Costs	876,215
5,940,051	6,089,375	6,418,122	6,498,701		6,904,935
(365,879)	(231,710)	(320,542)	(231,043)		(316,097)

(1) - See Note on Page 1.4.

ESTIMATES

**PROVINCE OF NOVA SCOTIA
BUDGETARY SUMMARY - STATEMENT OF OPERATIONS
(\$ thousands)**

2004-2005		2005-2006			2006-2007
Estimate	Actual	Estimate	Forecast		Estimate
(as restated)					
				Consolidation and Accounting Adjustments for Governmental Units	
36,000	2,309,970	37,461	37,370	Consolidated Fund Consolidation Adjustments	46,402
1,500	(1,390,144)	---	(4,100)	Health and Hospital Boards Operations	4,100
---	(798,832)	---	---	School Boards Operations	---
---	5,305	(958)	(3,543)	Special Purpose Funds	(1,533)
(1,605)	(78,803)	688	5,739	Other Organizations	5,556
35,895	47,496	37,191	35,466		54,525
				Net Income from Government Business Enterprises	
152,400	170,031	160,900	157,350	Nova Scotia Gaming Corporation (1)	144,200
181,715	170,034	177,070	179,900	Nova Scotia Liquor Corporation (1)	184,500
8,000	9,442	8,664	9,329	Other Enterprises	6,364
342,115	349,507	346,634	346,579		335,064
12,131	165,293	63,283	151,002	Provincial Surplus	73,492

(1) - See Note on Page 1.4.

ESTIMATES

**PROVINCE OF NOVA SCOTIA
BUDGETARY SUMMARY - STATEMENT OF OPERATIONS
(\$ thousands)**

2004-2005		2005-2006		2006-2007
Estimate	Actual	Estimate	Forecast	Estimate
(as restated)				

Note: The following table provides information as to the various components of the Debt Reduction Plan.

Components of the Debt Reduction Plan					
4,000	---	4,000	4,000	Debt Retirement - Contingency	4,000
6,000	6,000	---	---	Debt Retirement - Fund	---
---	---	57,100	57,100	Offshore Offset Agreement	57,421
---	---	---	85,000	Strategic Infrastructure Investment	---
2,131	159,293	2,183	4,902	Other	12,071
12,131	165,293	63,283	151,002		73,492

ESTIMATES

**CONSOLIDATED FUND
ORDINARY REVENUE - SUMMARY
(\$ thousands)**

2004-2005		2005-2006		Department and Service	2006-2007
Estimate	Actual	Estimate	Forecast		Estimate
(as restated)					
763	661	763	767	Agriculture	103
20,130	89,281	30,185	171,423	Energy	280,180
60,874	68,834	65,658	66,643	Environment and Labour	7,063
4,893,797	5,092,830	5,392,116	5,436,258	Finance	5,652,387
1,232	1,158	1,232	1,232	Justice	1,028
8,395	9,602	8,395	8,803	Natural Resources	7,881
8,671	10,628	10,269	10,515	Public Service	11,279
580,310	584,671	588,962	572,017	Service Nova Scotia and Municipal Relations	628,917
5,574,172	5,857,665	6,097,580	6,267,658		6,588,838

Note: In order to provide a better comparison with the Consolidated Financial Statements, the net revenues from the Nova Scotia Gaming Corporation and the Nova Scotia Liquor Corporation were reclassified from Ordinary Revenue to Net Income from Government Business Enterprises in the 2004-2005 Estimate. The Casino Win Tax, which is collected for the Province by the Nova Scotia Gaming Corporation and was included under Net Income from Government Business Enterprises in the 2004-2005 Estimate, has been moved to the Consolidated Fund; Ordinary Revenue; Department of Finance.

ESTIMATES

**CONSOLIDATED FUND
NET PROGRAM EXPENSES - SUMMARY
(\$ thousands)**

2004-2005		2005-2006		Department and Service	2006-2007
Estimate	Actual	Estimate	Forecast		Estimate
40,796	50,141	44,113	48,405	Agriculture	38,840
694,145	704,440	716,174	711,514	Community Services	748,123
1,002,848	1,012,010	1,074,377	1,073,978	Education	1,138,222
206,531	227,117	206,711	223,819	Assistance to Universities	227,872
7,350	6,835	9,619	20,825	Energy	19,712
26,152	25,711	27,947	27,797	Environment and Labour	30,064
14,134	12,312	16,858	15,930	Finance	18,517
2,341,690	2,369,408	2,559,740	2,573,351	Health	2,764,479
---	---	---	---	Health Promotion and Protection	36,299
99,626	97,802	107,847	104,527	Justice	116,467
59,322	58,755	63,098	62,881	Natural Resources	65,837
154,146	163,195	183,455	213,052	Public Service	204,521
92,352	101,682	96,384	109,377	Service Nova Scotia and Municipal Relations	136,261
41,055	51,052	42,383	44,830	Tourism, Culture and Heritage	44,401
241,009	250,800	263,954	267,440	Transportation and Public Works	291,955
56,474	61,450	83,615	89,184	Restructuring Costs	113,937
---	---	---	1,466	Loss on the Disposal of Assets	---
5,077,630	5,192,710	5,496,275	5,588,376		5,995,507

ESTIMATES

**CONSOLIDATED FUND
NET DEBT SERVICING COSTS - SUMMARY
(\$ thousands)**

<u>2004-2005</u>		<u>2005-2006</u>			<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>		<u>Estimate</u>
				Debt Servicing Costs	
863,287	869,642	859,306	823,862	Interest on Long Term Debt	797,493
44,641	46,908	44,120	43,094	General Interest	42,322
99,184	117,013	113,639	128,147	Interest on Pension, Retirement and Other Obligations	124,183
<u>1,007,112</u>	<u>1,033,563</u>	<u>1,017,065</u>	<u>995,103</u>	Gross Debt Servicing Costs	<u>963,998</u>
(135,291)	(143,235)	(119,597)	(123,046)	Less: Sinking Fund Earnings	(87,783)
<u>871,821</u>	<u>890,328</u>	<u>897,468</u>	<u>872,057</u>	Net Debt Servicing Costs	<u>876,215</u>

ESTIMATES

**PROVINCE OF NOVA SCOTIA
PROJECTED CONSOLIDATED STATEMENT
OF NET DIRECT DEBT
(\$ millions)**

2004-2005		2005-2006		Description	2006-2007
Estimate	Actual	Estimate	Forecast		Estimate
12,339.5	12,327.8	12,381.2	12,308.4	Net Direct Debt - Beginning of Year	12,321.0
				Add (Deduct):	
(12.1)	(165.3)	(63.3)	(151.0)	Provincial Surplus, on an Expense Basis	(73.5)
131.8	142.8	153.5	163.6	Increase in the Net Book Value of Tangible Capital Assets	186.5
---	2.0	---	---	Increase in Inventories of Supplies	---
---	1.1	---	---	Increase in Prepaid Expenses	---
119.7	(19.4)	90.2	12.6	Change in Net Direct Debt	113.0
12,459.2	12,308.4	12,471.4	12,321.0	Net Direct Debt - End of Year	12,434.0

Note: Net Direct Debt is the accumulated Provincial Deficits plus the change in non-financial assets.

ESTIMATES

**CONSOLIDATED FUND
ORDINARY REVENUE
(\$ thousands)**

<u>2004-2005</u>		<u>2005-2006</u>		<u>Item Number</u>	<u>Department and Service</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>			<u>Estimate</u>
(restated)						
					<u>Agriculture</u>	
29	21	29	20	1 .	Aquaculture Leases and Licenses	(A)
3	2	3	2	2 .	General Agriculture	2
				3 .	Licenses and Royalties (Sea Plant Harvesting)	(A)
45	7	45	86	4 .	Nova Scotia Farm Loan Board	97
133	123	133	110	5 .	Sport Fishery Licenses	(A)
550	499	550	545	6 .	Miscellaneous	4
3	9	3	4			
763	661	763	767			103

(A) - Now included in Public Service.

ESTIMATES

**CONSOLIDATED FUND
ORDINARY REVENUE
(\$ thousands)**

2004-2005		2005-2006		Item Number	Department and Service	2006-2007
Estimate	Actual	Estimate	Forecast			Estimate
(restated)						
					<u>Energy</u>	
---	61,000	---	43,208	7 .	Offshore Licences Forfeitures	---
130	79	185	215	8 .	Rentals - Petroleum Licenses	180
20,000	28,202	30,000	128,000	9 .	Royalties - Petroleum	280,000
20,130	89,281	30,185	171,423			280,180

ESTIMATES

**CONSOLIDATED FUND
ORDINARY REVENUE
(\$ thousands)**

<u>2004-2005</u>		<u>2005-2006</u>		<u>Item Number</u>	<u>Department and Service</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>			<u>Estimate</u>
(restated)						
					<u>Environment and Labour</u>	
533	444	533	520	10 .	Boiler Safety Inspection	510
426	353	426	450	11 .	Elevators and Lifts Act	426
937	991	951	951	12 .	Licenses - Insurance Companies	(A)
320	352	330	330	13 .	Licenses - Trust and Loan Companies	(A)
4,969	4,761	4,658	4,679	14 .	Licenses and Fees - Alcohol and Gaming	3,915
				15 .	Licenses and Permits - Environmental Approvals	1,612
1,541	1,558	1,612	1,603			
4	2	4	2	16 .	Permits - Blasters	4
223	237	223	255	17 .	Permits - Fire Marshal Division	250
400	315	400	325	18 .	Stationary Engineers Act	325
2,500	2,768	2,500	3,000	19 .	Tax on Fire Insurance Premiums	(A)
49,000	57,025	54,000	54,500	20 .	Tax on Insurance Premiums	(A)
21	28	21	28	21 .	Miscellaneous	21
60,874	68,834	65,658	66,643			7,063

(A) - Now included in Service Nova Scotia and Municipal Relations.

ESTIMATES

CONSOLIDATED FUND ORDINARY REVENUE (\$ thousands)

<u>2004-2005</u>		<u>2005-2006</u>		<u>Item Number</u>	<u>Department and Service</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>			<u>Estimate</u>
(restated)						
					<u>Finance</u>	
78,870	63,500	63,559	60,794	22 .	Capital Tax on Non-Financial Institutions	58,702
16,600	16,998	17,500	17,100	23 .	Casino Win Tax	18,000
263,753	329,075	350,177	361,990	24 .	Corporation Income Tax	378,507
---	2,754	---	---	25 .	Gain on the Disposal of Crown Assets	---
				26 .	Harmonized Sales Tax - Net of Provincial Rebates	1,104,358
1,015,336	1,031,066	1,068,935	1,051,047	27 .	Individual Income Tax	1,652,111
1,465,695	1,462,250	1,553,568	1,574,960	28 .	Interest	77,312
64,898	70,513	72,413	77,438	29 .	Preferred Share Dividend	3,777
5,700	4,788	4,788	3,777	30 .	Prior Years' Adjustments in respect of Federal-Provincial Fiscal Arrangements - Provincial Sources	---
---	(63,278)	---	22,807			
200	200	200	200	31 .	Miscellaneous	200
703,998	---	---	---	32 .	Canada Health and Social Transfer	---
---	484,528	578,410	581,007	33 .	Canada Health Transfer	611,556
---	244,867	257,408	254,964	34 .	Canada Social Transfer	267,919
1,202,851	1,321,774	1,343,527	1,343,527	35 .	Equalization Payments	1,385,539
44,109	44,035	---	---	36 .	Health Reform Fund	---

ESTIMATES

**CONSOLIDATED FUND
ORDINARY REVENUE
(\$ thousands)**

<u>2004-2005</u>		<u>2005-2006</u>		<u>Item Number</u>	<u>Department and Service</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>			<u>Estimate</u>
(restated)						
					<u>Finance</u> (continued)	
29,457	34,000	4,000	4,000	37 .	Offshore Offset	---
---	---	57,100	57,100	38 .	Offshore Oil and Gas Payments	57,421
2,330	2,319	2,330	2,319	39 .	Statutory Subsidies	2,319
---	18,348	18,201	18,201	40 .	Wait Times Reduction Fund	34,666
---	25,093	---	5,027	41 .	Prior Years' Adjustments in respect of Federal-Provincial Fiscal Arrangements - Federal Sources	---
<u>4,893,797</u>	<u>5,092,830</u>	<u>5,392,116</u>	<u>5,436,258</u>			<u>5,652,387</u>

ESTIMATES

**CONSOLIDATED FUND
ORDINARY REVENUE
(\$ thousands)**

2004-2005		2005-2006		Item Number	Department and Service	2006-2007
Estimate	Actual	Estimate	Forecast			Estimate
(restated)						
					<u>Justice</u>	
4	4	4	1	42 .	Employee's Rent	---
1,200	1,124	1,200	1,200	43 .	Fines - Criminal Prosecutions	1,000
28	30	28	31	44 .	Miscellaneous	28
1,232	1,158	1,232	1,232			1,028

ESTIMATES

**CONSOLIDATED FUND
ORDINARY REVENUE
(\$ thousands)**

<u>2004-2005</u>		<u>2005-2006</u>		<u>Item Number</u>	<u>Department and Service</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>			<u>Estimate</u>
(restated)						
					<u>Natural Resources</u>	
130	158	130	195	45 .	Exploration Claims	160
25	16	25	32	46 .	Fines and Forfeitures	25
1,000	1,038	1,000	900	47 .	Game and Fishing Licenses	900
1,280	1,460	1,280	1,480	48 .	Gypsum Tax	1,300
450	599	450	550	49 .	Leases and Grants	550
105	72	105	66	50 .	Rentals - Minerals	66
300	415	300	375	51 .	Royalties - Coal	300
280	325	280	260	52 .	Royalties - Other	250
4,800	5,505	4,800	4,900	53 .	Timber and Fuelwood Licenses	4,300
25	14	25	45	54 .	Miscellaneous	30
8,395	9,602	8,395	8,803			7,881

ESTIMATES

**CONSOLIDATED FUND
ORDINARY REVENUE
(\$ thousands)**

<u>2004-2005</u>		<u>2005-2006</u>		<u>Item Number</u>	<u>Department and Service</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>			<u>Estimate</u>
(restated)						
					<u>Public Service</u>	
800	719	600	644	55 .	Guarantee Fees	713
(A)	(A)	(A)	(A)	56 .	Licenses and Royalties (Sea Plant Harvesting)	45
168	150	169	171	57 .	Motor Carrier Act - Passenger	171
2	---	---	---	58 .	Nova Scotia Boxing Authority	---
7,701	9,759	9,500	9,700	59 .	Nova Scotia Securities Commission	9,800
(A)	(A)	(A)	(A)	60 .	Sport Fishery Licenses	550
8,671	10,628	10,269	10,515			11,279

(A) - Formerly included in the Department of Agriculture.

ESTIMATES

CONSOLIDATED FUND ORDINARY REVENUE (\$ thousands)

<u>2004-2005</u>		<u>2005-2006</u>		<u>Item Number</u>	<u>Department and Service</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>			<u>Estimate</u>
(restated)						
					<u>Service Nova Scotia and Municipal Relations</u>	
255,872	249,246	256,895	247,650	61 .	Gasoline and Diesel Oil Tax	247,267
---	291	---	(50)	62 .	Health Services Tax	---
15,348	13,885	16,051	14,536	63 .	Levy on Private Sales of Used Vehicles	14,791
180,217	178,285	177,567	167,975	64 .	Tobacco Tax	163,004
20,000	23,519	20,000	23,000	65 .	Corporation Capital Tax	23,000
12,545	16,148	14,200	16,000	66 .	Companies Branch	16,180
60	198	100	210	67 .	Condominium Property Act	150
(A)	(A)	(A)	(A)	68 .	Licenses - Insurance Companies	951
216	274	233	288	69 .	Licenses - Regulated Industries	276
(A)	(A)	(A)	(A)	70 .	Licenses - Trust and Loan Companies	330
6,747	6,283	6,200	6,450	71 .	Registration Services	6,200
8,924	9,854	10,000	10,000	72 .	Registry of Deeds	10,000
(A)	(A)	(A)	(A)	73 .	Tax on Fire Insurance Premiums	3,000
(A)	(A)	(A)	(A)	74 .	Tax on Insurance Premiums	54,500
2,982	3,110	3,100	3,100	75 .	Certificates of Registration	3,100
26,278	30,925	31,200	30,400	76 .	Commercial Registrations	31,200
373	378	400	400	77 .	Dealers' Licenses and Plates	400

(A) - Formerly included in the Department of Environment and Labour.

ESTIMATES

**CONSOLIDATED FUND
ORDINARY REVENUE
(\$ thousands)**

<u>2004-2005</u>		<u>2005-2006</u>		<u>Item Number</u>	<u>Department and Service</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>			<u>Estimate</u>
(restated)						
					<u>Service Nova Scotia and Municipal Relations</u> (continued)	
8,019	7,590	8,300	8,300	78 .	Drivers' Licenses	8,400
1,000	2,008	2,000	1,500	79 .	Fines	1,500
174	210	174	216	80 .	Government of Canada	216
5,404	5,034	5,700	5,100	81 .	Miscellaneous Registrations	5,700
7,831	8,941	8,200	8,700	82 .	Miscellaneous Revenue	10,110
2,042	2,083	2,042	2,042	83 .	Motor Vehicle Inspection	2,042
26,278	26,409	26,600	26,200	84 .	Passenger Registrations	26,600
580,310	584,671	588,962	572,017			628,917
5,574,172	5,857,665	6,097,580	6,267,658		Total - Ordinary Revenue	6,588,838

Note: In order to provide a better comparison with the Consolidated Financial Statements, the net revenues from the Nova Scotia Gaming Corporation and the Nova Scotia Liquor Corporation were reclassified from Ordinary Revenue to Net Income from Government Business Enterprises in the 2004-2005 Estimate. The Casino Win Tax, which is collected for the Province by the Nova Scotia Gaming Corporation and was included under Net Income from Government Business Enterprises in the 2004-2005 Estimate, has been moved to the Consolidated Fund; Ordinary Revenue; Department of Finance.

FINANCE - DEBT SERVICING COSTS

NET EXPENSES SUMMARY AND RESOLUTIONS
(\$ thousands)

<u>2004-2005</u>		<u>2005-2006</u>		<u>Reso- lution #</u>	<u>Program and Service</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>			<u>Estimate</u>
					<u>Net Program Expenses</u>	
833,654	840,909	831,531	796,087		Debenture Debt	770,785
29,633	28,733	27,775	27,775		Other Long-Term Debt	26,708
44,641	46,908	44,120	43,094		General Interest	42,322
99,184	117,013	113,639	128,147		Pensions and Other Obligations	124,183
<u>1,007,112</u>	<u>1,033,563</u>	<u>1,017,065</u>	<u>995,103</u>	<u>8</u>	Total - Debt Servicing Costs	<u>963,998</u>

FINANCE - DEBT SERVICING COSTS

<u>2004-2005</u>		<u>2005-2006</u>		<u>Program and Service (\$ thousands)</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>		<u>Estimate</u>
				<u>Net Program Expenses</u>	
				Debenture Debt	
				Provides for interest charges on the long-term debt of the Province and related foreign exchange gains or losses.	
94,521	93,136	87,586	87,676	Canada Pension Plan	82,253
514,779	547,662	549,338	525,818	Canadian Debt	528,434
210,402	193,807	196,582	185,127	United States Debt	167,581
13,952	6,304	(1,975)	(2,534)	Foreign Exchange	(7,483)
<u>833,654</u>	<u>840,909</u>	<u>831,531</u>	<u>796,087</u>	Total - Net Expenses - Debenture Debt	<u>770,785</u>

PUBLIC SERVICE

Public Service consists of resolutions for various agencies, programs and services, which are presented separately in the Estimates by administrative practice or policy. The Minister responsible for the administration of each resolution is noted in the details in the Estimates Book. The Resolutions related to the operations of the Legislature and the Office of the Ombudsman, which are administered by the Speaker, will be introduced by the Government House Leader if they are introduced in the House for debate.

Public Service Summary (\$ thousands)				
2004-2005		2005-2006		2006-2007
Estimate	Actual	Estimate	Forecast	Estimate
154,146	163,195	183,455	213,052	Net Program Expenses
				204,521

PUBLIC SERVICE

NET EXPENSES SUMMARY AND RESOLUTIONS
(\$ thousands)

<u>2004-2005</u>		<u>2005-2006</u>		Reso-	Program and Service	2006-2007
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>	lution		<u>Estimate</u>
				#		
					<u>Net Program Expenses</u>	
239	220	254	240	16	FOIPOP Review Office	256
7,890	3,794	8,050	9,426	17	Government Contributions to Benefit Plans	8,052
1,764	1,761	1,843	1,995	18	Human Rights Commission	1,987
					Legislative Services	
889	871	1,673	4,587		Elections Nova Scotia	9,230
410	410	410	410		Government House	410
13,312	12,337	14,088	13,357		Legislative Expenses	17,530
1,082	1,032	1,157	1,086		Ministers' Salaries and Expenses	1,182
685	649	785	785		Office of the Legislative Counsel	876
1,840	1,715	2,271	2,210		Office of the Speaker	2,675
<u>18,218</u>	<u>17,014</u>	<u>20,384</u>	<u>22,435</u>	19	Total - Net Expenses - Legislative Services	<u>31,903</u>

PUBLIC SERVICE

<u>2004-2005</u>		<u>2005-2006</u>		<u>Program and Service (\$ thousands)</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>		<u>Estimate</u>
<u>Net Program Expenses</u>					
<u>Legislative Services</u>					
These accounts relate to the operation of the House of Assembly and the delivery of the business of governance. There needs to be an arms-length relationship to government per se for these activities accountable to the Speaker or the Legislature.					
Elections Nova Scotia					
Hon. Cecil P. Clarke					
Speaker					
Provides preparation for, and administration of general elections, by-elections and liquor plebiscites, and ensures filing of Political Contribution Disclosure Records and income tax receipts for use by recognized political parties and candidates.					
427	363	778	1,229	Salaries and Employee Benefits	2,089
462	516	895	3,358	Operating Costs	7,141
889	879	1,673	4,587	Gross Expenses	9,230
---	(8)	---	---	Less: Chargeable to Other Departments	---
889	871	1,673	4,587	Total - Net Expenses - Elections Nova Scotia	9,230

PUBLIC SERVICE

<u>2004-2005</u>		<u>2005-2006</u>		<u>Program and Service (\$ thousands)</u>	<u>2006-2007</u>
<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>	<u>Forecast</u>		<u>Estimate</u>
<u>Net Program Expenses</u>					
Legislative Expenses					
Hon. Cecil P. Clarke Speaker					
In accordance with the House of Assembly Act, provides for the payment of salary, travel and constituency expenses on behalf of Members of the Legislature. Also provides funding for the Caucus offices, various committees as authorized by the Legislature, and for other Legislature requirements.					
6,231	5,996	6,638	6,410	Salaries and Employee Benefits	8,506
7,043	6,395	7,422	6,910	Operating Costs	8,994
49	25	39	46	Grants and Contributions	39
13,323	12,416	14,099	13,366	Gross Expenses	17,539
(11)	(79)	(11)	(9)	Less: Chargeable to Other Departments	(9)
13,312	12,337	14,088	13,357	Total - Net Expenses - Legislative Expenses	17,530



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