

**RECONCILIATION OF SURPLUS/(DEFICIT) TO CHANGE IN TAXPAYER-SUPPORTED DEBT  
AND STATEMENT OF TOTAL DEBT <sup>1,2</sup>**

(\$000)

Estimates <sup>3</sup> 2004/05	Updated Forecast <sup>3</sup> 2004/05		Estimates 2005/06
<b>TAXPAYER-SUPPORTED DEBT</b>			
(100,000)	(1,440,000)	(Surplus)/Deficit <sup>4</sup> .....	(220,000)
		Self-Supported Crown Corporation and Agency Income in Excess of Contributions to the Consolidated Revenue Fund <sup>5</sup> .....	325,000
110,000	155,000		
(1,550,000)	(1,945,000)	Adjustment for Expenses Not Requiring Working Capital or Other Borrowing <sup>6</sup> .....	(2,086,000)
504,000	(945,000)	Working Capital Changes .....	(319,000)
<u>(1,036,000)</u>	<u>(4,175,000)</u>	Operating Requirement (Source) .....	<u>(2,300,000)</u>
		Tangible Capital Asset Expenditures (Schedule D1) .....	2,795,000
1,943,000	2,231,000	Capital Requirement .....	2,795,000
<u>1,943,000</u>	<u>2,231,000</u>		
		Loan, Investment and Other Requirements (Schedule E) .....	480,000
685,000	530,000		
		Net Increase/(Decrease) in Taxpayer-Supported Debt .....	975,000
1,592,000	(1,414,000)	Taxpayer-Supported Debt, Beginning of Year <sup>7</sup> .....	28,613,000
30,523,000	30,027,000	Taxpayer-Supported Debt, End of Year .....	29,588,000
32,115,000	28,613,000	Less: Taxpayer-supported third party guarantees and non-guaranteed debt .....	(153,000)
(387,000)	(155,000)	Taxpayer-Supported Debt, End of Year (net of guarantees and non-guaranteed debt) .....	29,435,000
<u>31,728,000</u>	<u>28,458,000</u>		
<b>SELF-SUPPORTED DEBT</b>			
		Self-Supported Crown Corporation and Agency Debt:	
		British Columbia Hydro and Power Authority .....	7,029,000
7,174,000	6,888,000	Columbia River power projects <sup>8</sup> .....	246,000
—	256,000	Other Crown Corporation and Agency Debt .....	69,000
6,000	6,000	Total Self-Supported Crown Corporation and Agency Debt .....	7,344,000
<u>7,180,000</u>	<u>7,150,000</u>	Less: Debt guarantees and non-guaranteed debt .....	(268,000)
(6,000)	(272,000)	Self-Supported Debt (net of guarantees and non-guaranteed debt) .....	7,076,000
<u>7,174,000</u>	<u>6,878,000</u>		
		Forecast Allowance .....	400,000
100,000	300,000	Total Debt (net of guarantees and non-guaranteed debt) .....	36,911,000
<u>39,002,000</u>	<u>35,636,000</u>		

<sup>1</sup> Figures have been rounded to the nearest million.

<sup>2</sup> Further details on debt are provided in Appendix Table A15 in the Budget and Fiscal Plan - 2005/06 to 2007/08.

<sup>3</sup> The 2004/05 Estimates and Updated Forecast amounts have been restated to conform with the 2005/06 *Estimates* presentation. See Significant Presentation Changes (Note 1) for details.

<sup>4</sup> For purposes of the debt reconciliation a surplus is shown as a negative amount as it reduces government debt. Conversely, a deficit is shown as a positive amount as it increases government debt.

<sup>5</sup> Represents the elimination of self-supported Crown corporation/agency income which is included in the Summary Accounts deficit but has not been transferred to the Consolidated Revenue Fund. The excess earnings remain in the Crown corporation/agency and reduce self-supported Crown corporation/agency debt.

<sup>6</sup> These adjustments include, primarily, the amortization of capital assets and the forecast allowance.

<sup>7</sup> Includes taxpayer-supported third party guarantees. The amount reported in the 2003/04 Public Accounts (\$29,431 million) excludes third party guarantees (\$163 million), the impact of defeasance trust net debt (-\$60 million) and SUCH sector related debt (\$493 million).

<sup>8</sup> In the Updated Forecast and 2005/06 *Estimates*, the debt related to Columbia River power projects has been reclassified as commercial to reflect the cancellation of Columbia Basin Trust's planned acquisition of Columbia Power Corporation.