

MINISTRY OF FINANCE

SUMMARY

The Ontario Ministry of Finance manages the economic, fiscal, and financial policies of the Government of Ontario. To do this, the ministry develops economic and fiscal strategies, plans and manages government operating and capital expenditures, develops tax policies and administers the provincial tax system, and produces the provincial budget. The ministry also manages the Consolidated Revenue Fund, including raising money, establishing the government's financial controls, and reports on financial matters. In addition, it develops policies for Ontario's financial services sector and supports the regulation of institutions and intermediaries carrying on business in the province.

Accrual 2004-05 Estimates	PROGRAMS	Change from 2003-04	Accrual 2003-04 Estimates	Cash 2002-03 Actual
\$		\$	\$	\$
OPERATING				
103,530,446	Ministry Administration Program	9,575,311	93,955,135	87,324,636
573,476,700	Tax Policy, Budget and Revenue Operations Program	(374,468,900)	947,945,600	457,409,607
1,145,559,900	Economic, Fiscal, and Financial Policy Program	362,352,000	783,207,900	1,098,708,567
47,783,000	Financial Services Industry Regulation Program	5,653,100	42,129,900	40,176,504
832,000	Central Agencies Information and Information Technology Cluster Program	-	832,000	-
10,329,022,000	Treasury Program	1,621,022,000	8,708,000,000	8,647,365,674
12,200,204,046	Ministry Total Operating	1,624,133,511	10,576,070,535	10,330,984,988
-	Less: Special Warrants	(969,400,000)	969,400,000	-
10,387,074,446	Less: Statutory Appropriations	1,620,833,611	8,766,240,835	8,647,424,347
1,813,129,600	< TOTAL OPERATING TO BE VOTED	972,699,900	840,429,700	1,683,560,641
12,200,204,046	Ministry Total Operating	1,624,133,511	10,576,070,535	
16,136,000	Net Consolidation Adjustment - Ontario Financing Authority	4,136,000	12,000,000	
56,219,000	Net Consolidation Adjustment - Ontario Securities Commission	4,861,000	51,358,000	
11,628,400	Net Consolidation Adjustment - Ontario Strategic Infrastructure Financing Authority	11,628,400	-	
1,159,000,000	Net Consolidation Adjustment - Ontario Electricity Financial Corporation	1,159,000,000	-	
13,443,187,446	TOTAL INCLUDING CONSOLIDATION AND OTHER ADJUSTMENTS	2,803,758,911	10,639,428,535	

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RECONCILIATION TO PREVIOUSLY PUBLISHED DATA

DETAILS	Accrual 2003-04 Estimates	Cash 2002-03 Actual
OPERATING	\$	\$
1. Previously Published Data		
1.1 2003-04 Printed Estimates	10,602,544,735	
1.2 2002-03 Public Accounts		10,360,805,763
2. Government Reorganization		
2.1 Transfer of functions to other Ministries	(26,474,200)	(29,820,775)
	<u>10,576,070,535</u>	<u>10,330,984,988</u>

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Accrual 2004-05 Estimates	PROGRAMS	Change from 2003-04	Accrual 2003-04 Estimates	Cash 2002-03 Actual
\$		\$	\$	\$
OPERATING				
Assets				
3,800,000	Tax Policy, Budget and Revenue Operations Program	99,000	3,701,000	-
-	Treasury Program	(1,000,000,000)	1,000,000,000	-
3,800,000	Ministry Total Assets	(999,901,000)	1,003,701,000	-
-	Less: Statutory Appropriations	(1,000,000,000)	1,000,000,000	-
3,800,000	< TOTAL ASSETS TO BE VOTED	99,000	3,701,000	-

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Accrual 2004-05 Estimates	PROGRAMS	Change from 2003-04	Accrual 2003-04 Estimates	Cash 2002-03 Actual
\$		\$	\$	\$
CAPITAL				
-	Treasury Program	(2,000,000)	2,000,000	112,857,827
-	Ministry Total Capital	(2,000,000)	2,000,000	112,857,827
-	Less: Statutory Appropriations	(2,000,000)	2,000,000	112,857,827
-	< TOTAL CAPITAL TO BE VOTED	-	-	-
-	Ministry Total Capital	(2,000,000)	2,000,000	
1,100,000	Net Consolidation Adjustment - Ontario Financing Authority	(100,000)	1,200,000	
3,230,000	Net Consolidation Adjustment - Ontario Securities Commission	1,630,000	1,600,000	
4,330,000	TOTAL INCLUDING CONSOLIDATION AND OTHER ADJUSTMENTS	(470,000)	4,800,000	

RECONCILIATION TO PREVIOUSLY PUBLISHED DATA

DETAILS	Accrual 2003-04 Estimates	Cash 2002-03 Actual
CAPITAL	\$	\$
1. Previously Published Data		
1.1 2003-04 Printed Estimates	255,358,000	
1.2 2002-03 Public Accounts		115,947,276
2. Government Reorganization		
2.1 Transfer of functions to other Ministries	(253,358,000)	(3,089,449)
	2,000,000	112,857,827

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MINISTRY ADMINISTRATION PROGRAM :

This program, which includes the Office of the Minister and Deputy Minister of Finance, delivers planning, advisory, and controllership functions to ensure direction and management of operating programs consistent with Ontario Government policy and legislative directions. The program also provides corporate support services including data capture and cash management for all collections under the taxation statutes administered by the ministry. The program also manages the service and accountability relationships with the Internal Audit Division of Management Board Secretariat, and Shared Services Bureau, ensures proper levels of support to the ministry and its client groups, and strategically manages the ministry's quality service commitments.

VOTE and item	Accrual 2004-05 Estimates	VOTE AND ITEMS	Change from 2003-04	Accrual 2003-04 Estimates	Cash 2002-03 Actual
	\$		\$	\$	\$
1201		MINISTRY ADMINISTRATION PROGRAM			
OPERATING					
1	103,482,200	Ministry Administration	9,587,500	93,894,700	87,265,963
S	36,057	Minister's Salary, the <i>Executive Council Act</i> ..	-	36,057	35,005
S	12,189	Parliamentary Assistants' Salaries, the <i>Executive Council Act</i>	(12,189)	24,378	23,668
	<u>103,530,446</u>	Total Operating	<u>9,575,311</u>	<u>93,955,135</u>	<u>87,324,636</u>
	-	Less: Special Warrants	(69,900,000)	69,900,000	-
	48,246	Less: Statutory Appropriations	(12,189)	60,435	58,673
	<u>103,482,200</u>	Amount to be Voted	<u>79,487,500</u>	<u>23,994,700</u>	<u>87,265,963</u>

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STANDARD ACCOUNTS CLASSIFICATION

OPERATING					
Ministry Administration (1201-1)			\$		
Salaries and wages	.....	39,758,500		Salaries and wages	.....
Employee benefits	.....	6,024,500		Employee benefits	.....
Transportation and communication	.....	5,166,600		Transportation and communication	.....
Services	.....	51,562,600		Services	.....
Supplies and equipment	.....	3,845,800		Supplies and equipment	.....
		<u>106,358,000</u>			
Less: Recoveries	.....	2,875,800			
		<u>103,482,200</u>			
<i>Main Office</i>			\$		
Salaries and wages	.....	2,159,200		Salaries and wages	.....
Employee benefits	.....	254,800		Employee benefits	.....
Transportation and communication	.....	387,500		Transportation and communication	.....
Services	.....	369,100		Services	.....
Supplies and equipment	.....	118,000		Supplies and equipment	.....
		<u>3,288,600</u>			
<i>Financial and Administrative Services</i>			\$		
Salaries and wages	.....	2,573,400		Salaries and wages	.....
Employee benefits	.....	411,600		Employee benefits	.....
Transportation and communication	.....	1,250,400		Transportation and communication	.....
Services	.....	16,288,900		Services	.....
Supplies and equipment	.....	102,900		Supplies and equipment	.....
		<u>20,627,200</u>			
<i>Human Resources</i>			\$		
Salaries and wages	.....	3,720,000		Salaries and wages	.....
Employee benefits	.....	1,159,400		Employee benefits	.....
Transportation and communication	.....	78,200		Transportation and communication	.....
Services	.....	1,291,100		Services	.....
Supplies and equipment	.....	87,000		Supplies and equipment	.....
		<u>6,335,700</u>			
<i>Communications Services</i>			\$		
Salaries and wages	.....	1,877,900		Salaries and wages	.....
Employee benefits	.....	181,800		Employee benefits	.....
Transportation and communication	.....	99,800		Transportation and communication	.....
Services	.....	224,000		Services	.....
Supplies and equipment	.....	184,100		Supplies and equipment	.....
		<u>2,567,600</u>			
				<i>Analysis and Planning</i>	
					\$
				Salaries and wages	.....
				Employee benefits	.....
				Transportation and communication	.....
				Services	.....
				Supplies and equipment	.....
					<u>3,905,400</u>
				<i>Legal Services</i>	
					\$
				Salaries and wages	.....
				Employee benefits	.....
				Transportation and communication	.....
				Services	.....
				Supplies and equipment	.....
					<u>4,818,700</u>
				<i>Audit Services</i>	
					\$
				Transportation and communication	.....
				Services	.....
				Supplies and equipment	.....
					<u>1,279,000</u>
				<i>Information Systems</i>	
					\$
				Salaries and wages	.....
				Employee benefits	.....
				Transportation and communication	.....
				Services	.....
				Supplies and equipment	.....
					<u>47,147,200</u>
				<i>Revenue Operations and Client Services</i>	
					\$
				Salaries and wages	.....
				Employee benefits	.....
				Transportation and communication	.....
				Services	.....
				Supplies and equipment
					<u>16,388,600</u>
				Less: Recoveries from other ministries
					<u>2,875,800</u>
					<u>13,512,800</u>

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MINISTRY ADMINISTRATION PROGRAM - Continued
STANDARD ACCOUNTS CLASSIFICATION

Statutory Appropriations	\$
Minister's Salary, the <i>Executive Council Act</i> . . .	36,057
Parliamentary Assistants' Salaries, the <i>Executive Council Act</i>	<u>12,189</u>
	<u>48,246</u>
Total Operating for Ministry Administration Program	<u><u>103,530,446</u></u>

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TAX POLICY, BUDGET AND REVENUE OPERATIONS PROGRAM :

This program has two components, Budget and Taxation Policy, and Tax Revenue. The Budget and Taxation Policy area advises and assists the Minister of Finance and the Government in formulating Ontario Budget policy including tax policy, tax design and legislation, federal-provincial finance policy and pension and income security policy; develops the Ontario Budget and other major economic/fiscal documents; manages the province's taxation, intergovernmental finance and related policy development; co-ordinates research to identify broad economic taxation and fiscal implications of specific and emerging trends and developments.

The Tax Revenue area administers Ontario's tax statutes. The integrity of the province's self-assessment system is maintained by encouraging compliance through taxpayer information services and independent objections review, while discouraging non-compliance and tax evasion through collection activities, audits and investigations. The program also administers various tax credit and benefit programs.

VOTE and item	Accrual 2004-05 Estimates	VOTE AND ITEMS	Change from 2003-04	Accrual 2003-04 Estimates	Cash 2002-03 Actual
	\$		\$	\$	\$
1202		TAX POLICY, BUDGET AND REVENUE OPERATIONS PROGRAM			
OPERATING					
1	14,185,200	Budget and Taxation Policy	4,517,200	9,668,000	8,444,631
2	501,287,300	Tax Revenue	(378,809,900)	880,097,200	448,964,976
S	58,004,200	Bad Debt Expense, the <i>Financial Administration Act</i>	(176,200)	58,180,400	-
	573,476,700	Total Operating	(374,468,900)	947,945,600	457,409,607
	-	Less: Special Warrants	(351,300,000)	351,300,000	-
	58,004,200	Less: Statutory Appropriations	(176,200)	58,180,400	-
	515,472,500	Amount to be Voted	(22,992,700)	538,465,200	457,409,607
Assets					
3	3,800,000	Assets	99,000	3,701,000	-
	3,800,000	Total Assets	99,000	3,701,000	-
	3,800,000	Amount to be Voted	99,000	3,701,000	-

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TAX POLICY, BUDGET AND REVENUE OPERATIONS PROGRAM - Continued
STANDARD ACCOUNTS CLASSIFICATION

<i>Special Investigations</i>	\$	\$	Assets	
Salaries and wages	3,386,800		Assets (1202-3)	\$
Employee benefits	406,400		Deposits and prepaid expenses	
Transportation and communication	232,800		Child Care Supplement for Working Families	2,000,000
Services	885,900		Advances and recoverable amounts	\$
Supplies and equipment	307,000	5,218,900	Child Care Supplement for Working Families	1,500,000
			Guaranteed Annual Income System	300,000
<i>Regional Tax Offices</i>	\$			1,800,000
Salaries and wages	58,670,000			<u>3,800,000</u>
Employee benefits	7,040,400		Total Assets for Tax Policy, Budget and Revenue Operations Program	<u>3,800,000</u>
Transportation and communication	2,870,700			
Services	2,212,400			
Supplies and equipment	970,100	71,763,600		
Statutory Appropriations				
Other transactions				
Bad Debt Expense, the <i>Financial Administration Act</i>		58,004,200		
		<u>58,004,200</u>		
Total Operating for Tax Policy, Budget and Revenue Operations Program		<u>573,476,700</u>		

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ECONOMIC, FISCAL, AND FINANCIAL POLICY PROGRAM :

This program develops and implements sound economic and fiscal strategies to stimulate economic growth and job creation; forecasts, monitors and reports on the performance of the Ontario economy; develops the policy and legislative framework for Ontario's financial services industry; develops and implements a fiscal and financial management framework for the public sector in Ontario; implements an integrated financial information system for the Government of Ontario; develops, monitors and reports on the fiscal plan and results for the province; provides policy, training, and advice to clients, managers, and decision makers in the areas of accounting, fiscal and financial management, and fosters greater accountability and fiscal integrity in the public sector in Ontario. The program also monitors the fiscal and financial relationship between the province and the municipalities as well as administer the Change Fund which provides one-time transformation investments to support the government's plans to change and improve Ontario's public services.

VOTE and item	Accrual 2004-05 Estimates	VOTE AND ITEMS	Change from 2003-04	Accrual 2003-04 Estimates	Cash 2002-03 Actual
	\$		\$	\$	\$
1203		ECONOMIC, FISCAL, AND FINANCIAL POLICY PROGRAM			
OPERATING					
1	7,491,800	Economic Policy	(247,300)	7,739,100	8,364,000
2	78,258,600	Fiscal and Financial Policy	44,089,700	34,168,900	13,324,497
3	49,400,000	Integrated Financial Information System Project	6,102,300	43,297,700	33,847,791
5	11,017,000	Provincial-Local Finance Secretariat	2,076,100	8,940,900	6,817,082
6	671,892,500	Community Reinvestment Strategy	7,300,000	664,592,500	665,056,470
7	327,500,000	Change Fund	327,500,000	-	-
-	-	Ontario Electricity Restructuring	(24,468,800)	24,468,800	371,298,727
	1,145,559,900	Total Operating	362,352,000	783,207,900	1,098,708,567
	-	Less: Special Warrants	(517,000,000)	517,000,000	-
	1,145,559,900	Amount to be Voted	879,352,000	266,207,900	1,098,708,567

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STANDARD ACCOUNTS CLASSIFICATION

OPERATING		Provincial-Local Finance Secretariat (1203-5)	
Economic Policy (1203-1)	\$		\$
Salaries and wages	5,644,900	Salaries and wages	3,393,800
Employee benefits	517,200	Employee benefits	405,900
Transportation and communication	209,600	Transportation and communication	215,000
Services	864,200	Services	6,887,300
Supplies and equipment	93,700	Supplies and equipment	115,000
Transfer payments			<u>11,017,000</u>
Grants in support of Economic and Financial Services Policy Research	162,200		
	<u>7,491,800</u>	Community Reinvestment Strategy (1203-6)	
		Transfer payments	\$
Fiscal and Financial Policy (1203-2)		Community Reinvestment Fund	656,300,000
Salaries and wages	12,418,400	Special Payments to Municipalities	15,592,500
Employee benefits	1,832,000		<u>671,892,500</u>
Transportation and communication	1,847,900		<u>671,892,500</u>
Services	26,917,100		
Supplies and equipment	743,200	Change Fund (1203-7)	
Transfer payments	\$	Other transactions	327,500,000
Partnerships with the Broader Public Sector	10,500,000		<u>327,500,000</u>
Supply Chain Management Project for the Broader Public Sector	20,000,000	Total Operating for Economic, Fiscal, and Financial Policy Program	<u><u>1,145,559,900</u></u>
Reporting Entity Project	4,000,000		
	<u>34,500,000</u>		
	<u>78,258,600</u>		
Integrated Financial Information System Project (1203-3)			
Salaries and wages	8,839,200		
Employee benefits	1,374,500		
Transportation and communication	548,800		
Services	25,797,200		
Supplies and equipment	12,840,300		
	<u>49,400,000</u>		

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FINANCIAL SERVICES INDUSTRY REGULATION PROGRAM :

The Financial Services Commission of Ontario (FSCO) provides for the regulation of insurance, pension plans, loan and trust companies, credit unions and caisses populaires, mortgage brokers and co-operative corporations by delivering efficient and effective regulatory services that protect consumers of financial services and support a reliable, dynamic and competitive industry. FSCO also makes recommendations to the Minister on matters affecting the regulated sectors. In addition, the Motor Vehicle Accident Claims Fund compensates persons injured in automobile accidents in Ontario by an uninsured, unidentified or stolen vehicle where there is no other insurance available to respond to the claim.

Securities regulation in Ontario is performed by the Ontario Securities Commission (OSC). On November 1, 1997, the OSC became a self-funding agency, financing its operations through retention of its fee revenues.

VOTE and item	Accrual 2004-05 Estimates	VOTE AND ITEMS	Change from 2003-04	Accrual 2003-04 Estimates	Cash 2002-03 Actual
	\$		\$	\$	\$
1204		FINANCIAL SERVICES INDUSTRY REGULATION PROGRAM			
OPERATING					
1	46,919,800	Financial Services Commission of Ontario ..	5,653,100	41,266,700	40,176,504
2	863,200	Motor Vehicle Accident Claims Fund	-	863,200	-
	<u>47,783,000</u>	Total Operating	<u>5,653,100</u>	<u>42,129,900</u>	<u>40,176,504</u>
	-	Less: Special Warrants	<u>(31,200,000)</u>	<u>31,200,000</u>	-
	<u>47,783,000</u>	Amount to be Voted	<u>36,853,100</u>	<u>10,929,900</u>	<u>40,176,504</u>

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STANDARD ACCOUNTS CLASSIFICATION

OPERATING		Motor Vehicle Accident Claims Fund	
Financial Services Commission of Ontario (1204-1)		(1204-2)	
	\$		\$
Salaries and wages	27,234,800	Salaries and wages	1,253,100
Employee benefits	3,110,100	Employee benefits	284,500
Transportation and communication	794,000	Transportation and communication	64,800
Services	15,302,500	Services	3,399,800
Supplies and equipment	1,308,400	Supplies and equipment	85,500
Transfer payments		Other transactions	862,200
Schulich School Grant	20,000		5,949,900
	47,769,800	Less: Recoveries	5,086,700
Less: Recoveries	850,000		863,200
	<u>46,919,800</u>	Total Operating for Financial Services Industry Regulation Program	<u>47,783,000</u>

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CENTRAL AGENCIES INFORMATION AND INFORMATION TECHNOLOGY CLUSTER PROGRAM :

The Central Agencies Information and Information Technology Cluster provides leadership in the delivery and management of information management and information technology services for its clients in Management Board Secretariat, Cabinet Office and the Ministry of Finance. The cluster ensures that the central agencies are positioned to use information and information technology services in a timely, efficient and cost-effective manner to achieve program objectives.

VOTE and item	Accrual 2004-05 Estimates	VOTE AND ITEMS	Change from 2003-04	Accrual 2003-04 Estimates	Cash 2002-03 Actual
	\$		\$	\$	\$
1206		CENTRAL AGENCIES INFORMATION AND INFORMATION TECHNOLOGY CLUSTER PROGRAM			
OPERATING					
1	832,000	Central Agencies Information and Information Technology	-	832,000	-
	832,000	Total Operating	-	832,000	-
	<u>832,000</u>	Amount to be Voted	-	<u>832,000</u>	-

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STANDARD ACCOUNTS CLASSIFICATION

OPERATING

Central Agencies Information and Information Technology (1206-1)	\$
Salaries and wages	9,366,100
Employee benefits	1,524,400
Transportation and communication	1,206,600
Services	20,856,700
Supplies and equipment	1,782,900
	<u>34,736,700</u>
Less: Recoveries	<u>33,904,700</u>
	832,000
Total Operating for Central Agencies Information and Information Technology Cluster Program	<u><u>832,000</u></u>

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TREASURY PROGRAM :

This program is responsible for the development, direction, operation and formulation of policies for the management of the province's cash, investment, debt, finance, credit rating, investor relations, banking and related financial administration activities; reporting of the financial position of the province to investors and the public to facilitate borrowing activities; providing financial analysis and support for any direct or indirect provincial liabilities and monitoring the fiscal implications of the electricity sector as well as government and broader public sector financing initiatives including providing advice to the sector; the provision of guarantees by Ontario and of loans to its Crown Corporations and agencies; and acting as the custodian and fiscal agent for the securities of the province and certain of its agencies, including Ontario Electricity Financial Corporation. It is also responsible for the issuance of Ontario Savings Bonds.

VOTE and item	Accrual 2004-05 Estimates	VOTE AND ITEMS	Change from 2003-04	Accrual 2003-04 Estimates	Cash 2002-03 Actual
	\$		\$	\$	\$
S		TREASURY PROGRAM			
OPERATING					
S	10,329,022,000	Interest on Debt	1,621,022,000	8,708,000,000	8,647,365,674
	<u>10,329,022,000</u>	Total Operating	<u>1,621,022,000</u>	<u>8,708,000,000</u>	<u>8,647,365,674</u>
Assets					
-	-	Ontario Strategic Infrastructure Financing Authority, the <i>Ontario Municipal Economic Infrastructure Financing Authority Act, 2002</i>	(1,000,000,000)	1,000,000,000	-
	<u>-</u>	Total Assets	<u>(1,000,000,000)</u>	<u>1,000,000,000</u>	<u>-</u>
CAPITAL					
-	-	Release of Loan, <i>Order in Council # 940/2003</i>	-	-	108,944,396
-	-	Stadium Corporation of Ontario Limited, the <i>Financial Administration Act</i>	(2,000,000)	2,000,000	3,913,431
	<u>-</u>	Total Capital	<u>(2,000,000)</u>	<u>2,000,000</u>	<u>112,857,827</u>

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OPERATING		
Statutory Appropriations		
Interest on Debt		\$
Interest on Ontario		
Securities	\$	
For general purposes	6,265,478,000	
Canada Pension Plan		
Investment Fund	484,822,000	
Ontario Teachers' Pension		
Plan	1,047,000,000	
Public Service Pension		
Plan	364,803,000	
Ontario Public Service		
Employees Union Pension		
Plan	173,301,000	
Ontario Municipal		
Employees Retirement		
Fund	10,017,000	
Ontario Housing		
Corporation	102,149,000	
Canada Mortgage and		
Housing Corporation	18,142,000	
Ryerson Retirement		
Pension Plan	483,000	
Colleges of Applied Arts		
and Technology	1,817,000	
Ontario Immigrant Investor		
Corporation	2,786,000	
Indirect Debt of Ontario		
School Boards	52,560,000	8,523,358,000
Other interest, exchange, discount and		
commission	114,101,000	
		8,637,459,000
Less: Interest on Investments	144,216,000	
		8,493,243,000
Ontario Electricity Financial Corporation		
and other agencies net interest expenditure		
adjustments	1,835,779,000	
		10,329,022,000
Total Operating for Treasury Program		10,329,022,000

