

**RECONCILIATION OF SURPLUS/(DEFICIT) TO CHANGE IN TAXPAYER-SUPPORTED DEBT
AND STATEMENT OF TOTAL DEBT^{1,2}**
(\$000)

Estimates ³ 2003/04	Updated Forecast ³ 2003/04		Estimates 2004/05
TAXPAYER-SUPPORTED DEBT			
2,234,000	1,644,000	(Surplus)/Deficit ⁴	(100,000)
7,000	(7,000)	Self-Supported Crown Corporation and Agency Income in Excess of Contributions to the Consolidated Revenue Fund ⁵	110,000
(2,000,000)	(2,530,000)	Adjustment for Expenses Not Requiring Working Capital or Other Borrowing ⁶	(1,550,000)
73,000	(473,000)	Working Capital Changes	504,000
<u>314,000</u>	<u>(1,366,000)</u>	Operating Requirement (Source)	<u>(1,036,000)</u>
<u>1,852,000</u>	<u>1,774,000</u>	Tangible Capital Asset Expenditures (Schedule D1)	<u>1,943,000</u>
<u>1,852,000</u>	<u>1,774,000</u>	Capital Requirement	<u>1,943,000</u>
<u>743,000</u>	<u>743,000</u>	Loan, Investment and Other Requirements (Schedule E)	<u>685,000</u>
2,909,000	1,151,000	Net Increase/(Decrease) in Taxpayer-Supported Debt	1,592,000
<u>29,649,000</u>	<u>29,429,000</u>	Taxpayer-Supported Debt, Beginning of Year ⁷	<u>30,580,000</u>
<u>32,558,000</u>	<u>30,580,000</u>	Taxpayer-Supported Debt, End of Year	<u>32,172,000</u>
2,683,000	2,705,000	Add: Sinking fund investments.....	2,525,000
(175,000)	(418,000)	Less: Taxpayer-supported third party guarantees and non-guaranteed debt	(387,000)
<u>35,066,000</u>	<u>32,867,000</u>	Taxpayer-Supported Debt, End of Year (net of guarantees and non-guaranteed debt)	<u>34,310,000</u>
SELF-SUPPORTED DEBT			
7,689,000	7,038,000	Self-Supported Crown Corporation and Agency Debt	7,174,000
478,000	—	British Columbia Hydro and Power Authority	—
253,000	223,000	Other Crown Corporation and Agency Debt ⁸	6,000
<u>8,420,000</u>	<u>7,261,000</u>	Total Self-Supported Crown Corporation and Agency Debt	<u>7,180,000</u>
1,087,000	972,000	Add: Sinking fund investments.....	986,000
(264,000)	(222,000)	Less: Debt guarantees and non-guaranteed debt	(6,000)
<u>9,243,000</u>	<u>8,011,000</u>	Self-Supported Debt (net of guarantees and non-guaranteed debt)	<u>8,160,000</u>
<u>500,000</u>	<u>—</u>	Forecast Allowance	<u>100,000</u>
<u><u>44,809,000</u></u>	<u><u>40,878,000</u></u>	Total Debt (net of guarantees and non-guaranteed debt)	<u><u>42,570,000</u></u>

¹ Figures have been rounded to the nearest million.

² Further details on debt are provided in Appendix Table A14 in the Budget and Fiscal Plan - 2004/05 to 2006/07.

³ The 2003/04 Estimates and Updated Forecast amounts have been restated to be conform with the 2004/05 Estimates presentation. See Significant Presentation Changes (Note 1) for details.

⁴ 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.

⁵ 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.

⁶ These adjustments include, primarily, the amortization of capital assets and the forecast allowance.

⁷ Includes taxpayer-supported third party guarantees. The amount reported in the 2002/03 Public Accounts (\$28,871 million) excludes third party guarantees of \$189 million and SUCH sector related debt of \$368 million.

⁸ The 2003/04 Estimates and Updated Forecast amounts include, primarily, the debt related to Columbia River power projects. In 2004/05 this debt has been reclassified as taxpayer-supported debt as a result of Columbia Basin Trust's planned acquisition of Columbia Power Corporation. The remaining debt in 2004/05 relates to the Liquor Distribution Branch.