RETURN to an Order of the Honourable The House of Commons dated 14 April, 1964:-for

COPY of "STATEMENT of REVENUE and EXPENDITURE as laid before the House by the CHANCELLOR OF THE EXCHEQUER when opening the BUDGET"

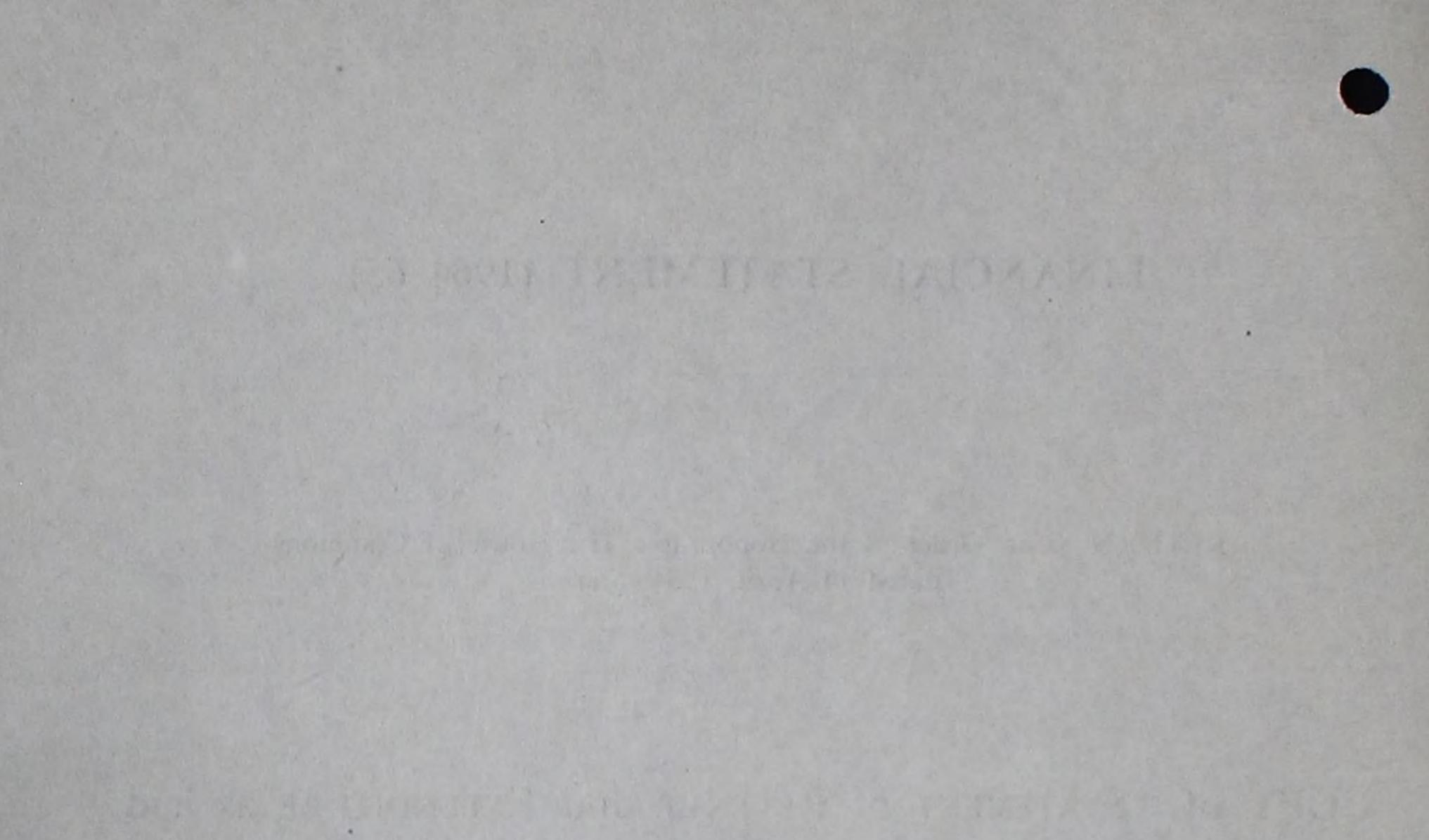
Treasury Chambers, 14 April, 1964 } ALAN GREEN

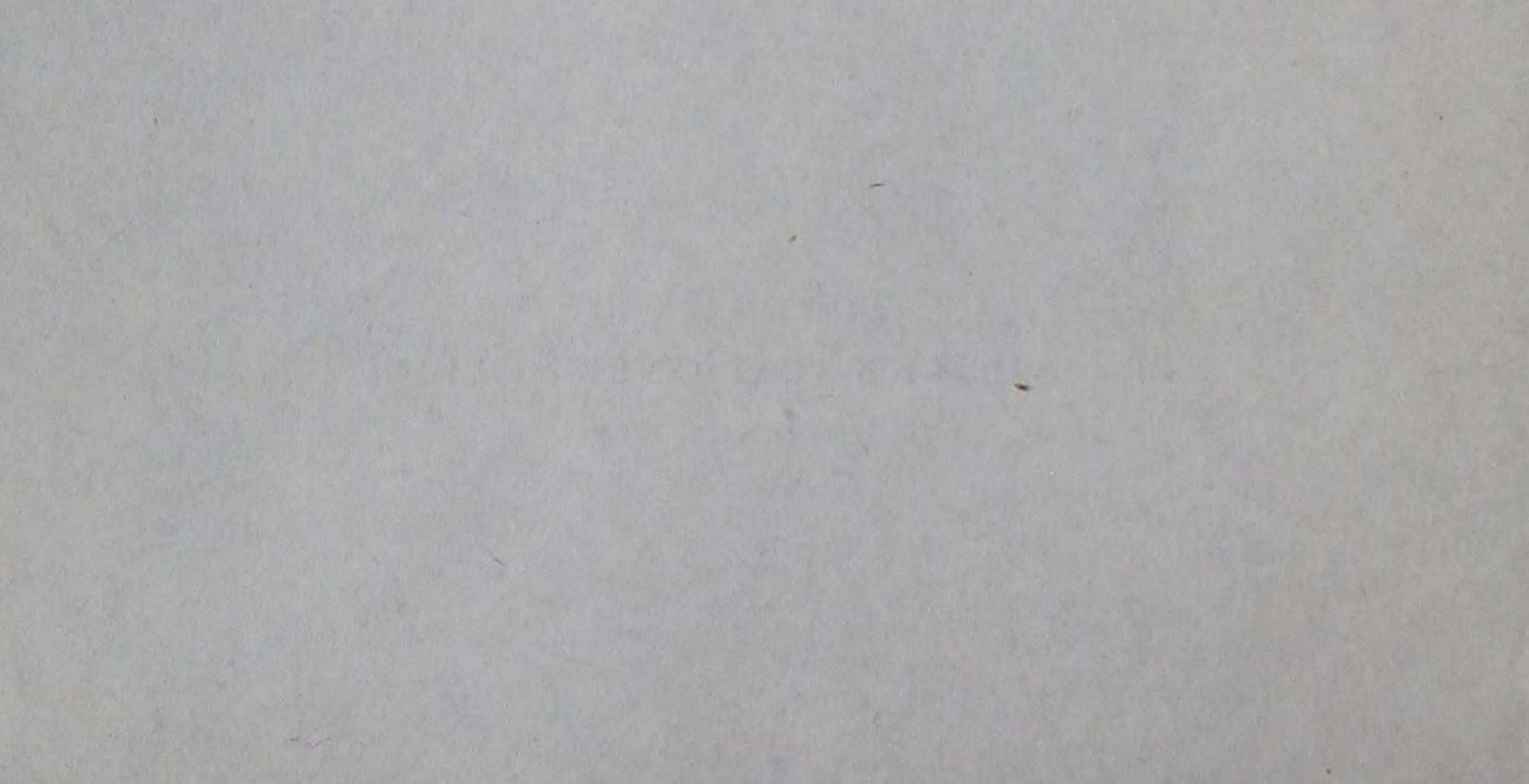
(Alan Green)

Ordered by The House of Commons to be Printed 14 April, 1964

LONDON HER MAJESTY'S STATIONERY OFFICE TWO SHILLINGS NET

179





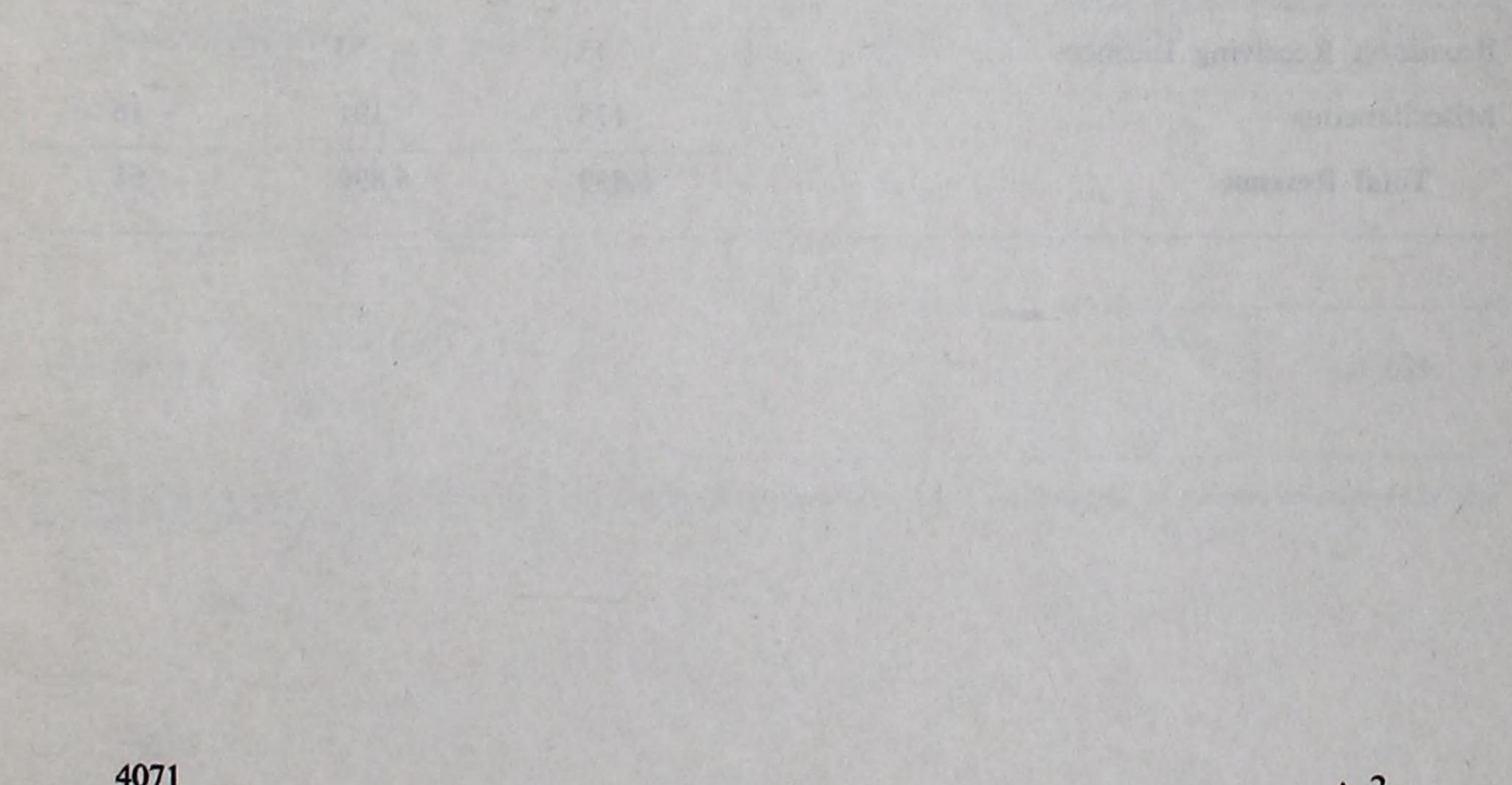
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V. National Debt at beginning and end of 1963-64

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4

1963-64

BUDGET ESTIMATES AND OUTTURN

TABLE I.—ABOVE THE LINE: REVENUE

£ million

				Budget Estimate	Exchequer Receipts	+ Increase or - Decrease
INLAND REVE	INUE					Market Mark
Income Tax			80.00	2,789	2,745	-44
Surtax				190	178	-12
Death Duties				279	310	+31
Stamp Duties				73	88	+15
Profits Tax, Excess Profits Tax Levy	and E	xcess Pr	rofits	398	391	- 7
				3,729	3,712	-17
CUSTOMS AND 1	Excise					Constant of the second
Tobacco				900	892	- 8
Purchase Tax				545	565	+20
Oil				590	592	+ 2
Spirits, Beer and Wine				481	499	+18
Other Revenue Duties, &c.				63	55	- 8
Import Duties Act, 1958				153	163	+10
				2,732	2,766	+34
Motor Vehicle Duties				160	171	+11
TOTAL RECEIPTS FROM TAXES				6,621	6,649	+28
Broadcast Receiving Licences				43	50	+ 7
Miscellaneous				175	191	+16
Total Revenue				6,839	6,890	+51

1963–64 BUDGET ESTIMATES AND OUTTURN

TABLE II.—ABOVE THE LINE: EXPENDITURE

£ million

5

Payments	Budget Estimate	Exchequer Issues	+ Increase or - Decrease
CONSOLIDATED FUND SERVICES		CUME.	THE A DESTRUCTION
Interest on and management of the National Debt	625	648*	+ 23
Sinking Funds	42	42	
Northern Ireland-share of reserved taxes, &c.	111	118	+ 7
Other Consolidated Fund Services	12	9	- 3
TOTAL CONSOLIDATED FUND SERVICES	790	817	+ 27
SUPPLY SERVICES	European Aice	deutrel 104	
Defence Budget	Maringer Books	Connert.	
Navy Votes	441	434	- 7
War Office Votes	491	489	- 2
Air Votes	503	499	- 4
Ministry of Aviation	231	208	- 23
Ministry of Defence	20	20	
Ministry of Public Building and Works	147	137	- 10
Atomic Energy Authority	5	5	
Total Defence Budget	1,838	1,792	- 46
Civil Votes	4,301	4,208	- 93
TOTAL SUDDLY SERVICES	(120	6 000	120

TOTAL SUPPLY SERVICES	 	 6,139	6,000	-139
Total Expenditure	 	 6,929	6,817	-112

Above the line	Surplus	 	 	73	
Above the line -	Deficit	 	 90		+163

* In addition £397 million for interest on the National Debt was met from receipts of interest on below the line advances, &c. (See Table III).

1963-64

BUDGET ESTIMATES AND OUTTURN

TABLE III.—BELOW THE LINE

15.

£ million

405397Interest receipts applied to interest on the National Debt40539 $ -$ Post Office $ 69$ 66 50 5050Electricity Council $ 321$ 4 4North of Scotland Hydro-Electric Board 117 321 5 6South of Scotland Hydro-Electric Board 43 44 26 26British Overseas Airways Corporation 49 331 15 15British European Airways Corporation 29 77 $ -$ British Waterways Board $ 39$ $ -$ British Waterways Board $ 39$ $ -$ British Waterways Board $ 31$ $ -$ British Waterways Board $ 31$ $ -$ British Special Housing Association 35 29 $ -$ Norther Public Bodies $ -$ Norther Ireland Exchequer -10 335 $ -$ Norther Ireland Exchequer -10 35 $ -$ National Research Development Corporation $ -$ National Research Development Corporation $ -$ <th>Rece</th> <th>eipts</th> <th></th> <th>Payn</th> <th>nents</th>	Rece	eipts		Payn	nents
40539 $ -$	Budget Estimate	Outturn			Outtur
Post Office 69 69 69 50 50 50 17 National Coal Board (net) 321 300 4 4 North of Scotland Hydro-Electric Board 17 223 300 7 7 6 South of Scotland Electricity Board 17 229 26 26 British Overseas Airways Corporation 29 301 British Poreseas Airways Corporation 29 301 British Voerseas Airways Corporation 29 301 British Voerseas Airways Board 24 301 British Waterways Board 309 British Voerseas Airways Corporation 301 British Vaterways Board 10 35 British Vaterways Board 10	405	397	Interest receipts applied to interest on the National Debt	405	397
50505017National Coal Board (net) <td></td> <td></td> <td>Loans to Nationalised Industries</td> <td>an start</td> <td>-1 ornale</td>			Loans to Nationalised Industries	an start	-1 ornale
30 30 30 Electricity Council 321 300 4 4 North of Scotland Hydro-Electric Board 17 22 7 7 7 7 7 7 26 26 British Overseas Airways Corporation 29 77 15 15 British Overseas Airways Corporation 29 77 $ 29$ 77 $ -$ British Overseas Airways Corporation 24 12 $ 39$ $ -$ British Railways Board $ 39$ $ -$ British Transport Docks Board $ 39$ $ -$ British Waterways Board $ 31$ 1 $ -$ British Waterways Board $ 31$ 1 $ -$ British Waterways Board $ 10$ 35 $ 10$ 35 $ -$	· _	17	National Coal Board (net)	69	65
$\frac{4}{5}$ $\frac{4}{6}$ $\frac{4}{100}$ Morth of Scotland Hydro-Electric Board $\frac{11}{110}$ $\frac{11}{110}$ $\frac{11}{110}$ $\frac{26}{7}$ $\frac{6}{7}$ $\frac{6}{7}$ South of Scotland Electricity Board $\frac{11}{100}$ $\frac{11}{100}$ $\frac{11}{100}$ $\frac{26}{110}$ $\frac{26}{100}$	50	50	Electricity Council	321	200
3 6 South of Scotland Electricity Board \dots 43 44 26 26 British Overseas Airways Corporation \dots 29 77 15 15 British European Airways Corporation \dots 24 112 $ -$ British Railways Board \dots 24 112 $ -$ British Railways Board \dots 39 $ -$ British Transport Board \dots 39 $ -$ British Materways Board \dots 31 1 $ -$ British Waterways Board \dots 31 1 $ -$ British Waterways Board \dots 31 1 $ -$ British Waterways Board \dots 1 1 $ -$ British Waterways Board \dots 1 1 $ -$ British Waterways Board \dots 1 1 $ -$ Northern Ireland Exchequer \dots 10 35 $ 1$ 2 Commission $ 1$ 1 1 National Research Development Corporation $ -$ </td <td>4</td> <td>4</td> <td>North of Scotland Hydro-Electric Board</td> <td>and the second se</td> <td></td>	4	4	North of Scotland Hydro-Electric Board	and the second se	
151515British European Airways Corporation4933British Railways Board2412Dondon Transport Board39British Railways Board77British Railways Board77British Transport Docks Board77British Waterways Board77British Waterways Board77British Waterways Board77-British Waterways Board11Local Authorities1035Northern Ireland Exchequer-103529Scottish Special Housing Association-87Sugar Board (net)25111National Research Development Corporation11National Research Development Corporation-11-11Loans to Private Industry, &cHousing Associations-2016Colonial Governments-2016Colonial Governments-1720	37	6	South of Scotland Electricity Board		
151515British European Airways Corporation4933British Railways Board39British Railways Board39British Railways Board7British Transport Docks Board-7British Waterways Board7British Waterways Board-11Northerr Ireland Exchequer-1035Northern Ireland Exchequer-1035Northern Ireland Exchequer-43-12Scottish Special Housing Association-8Sugar Board (net)25National Research Development Corporation11-111111National Research Development Corporation-1110352920162016201620161720- <td< td=""><td>26</td><td>26</td><td>British Orienteen Aline</td><td></td><td>76</td></td<>	26	26	British Orienteen Aline		76
- $ 39$ $ 7$ 7 $ 7$ 7 7 $ -$			British European Airways Corporation		31
$ -$ London Transport Board \cdots \cdots 0 7 7 7 $-$ British Transport Docks Board \cdots \cdots 3 $ 3$ $-$ British Waterways Board \cdots \cdots 1 1 1 66 65 Local Authorities \cdots 10 35 1 2 Northern Ireland Exchequer \cdots 10 35 1 2 Northern Ireland Exchequer \cdots 4 3 1 2 Scottish Special Housing Association 35 29 2 Scottish Special Housing Association 35 29 3 Scottish Special Housing Association 35 29 3 Scottish Special Housing Association 35 29 3 36 National Research Development Corporation 1 1 1 1 National Film Finance Corporation $ 1$ $ 1$ 1 National Film Sinance Corporation $ 1$ $ 1$ 1 1 1 1 $ 1$ 1 1 1 1 $ 1$ 1 1 1 1 $ 1$ 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 $ 1$ 1 1 1 1 $ 1$ 1 1 1 1 $-$ <td>-</td> <td>_</td> <td>British Railways Board</td> <td></td> <td>15</td>	-	_	British Railways Board		15
British Transport Docks Board3British Waterways Board116665Local Authorities103512Northern Ireland Exchequer4312Northern Ireland Exchequer4312Commission43-12Northern Ireland Exchequer43-12Commission43Scottish Special Housing Association875Sugar Board (net)875National Research Development Corporation11-National Film Finance Corporation11-Iron and Steel: Colvilles Ltd33Iron and Steel: Colvilles Ltd33Ioans for Overseas Assistance2016Colonial Governments65Repayment of post-war credits*1720Repayments or opsyments6417201720 <t< td=""><td>-</td><td></td><td>London Transport Board</td><td>39</td><td>-</td></t<>	-		London Transport Board	39	-
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66 65 Local Authorities 10 35 Northern Ireland Exchequer 4 33 New Towns—Development Corporations and 4 33 12 4 33 4 33 4 33 4 33 4 33 4 33 4 33 35 29 35 29 35 29 35 29 35 29 35 29 35 35 35 33 35 35 35 35	-		British Waterways Board	ĩ	1
66 65 Local Authorities 10 35 Northern Ireland Exchequer 4 33 New Towns—Development Corporations and 4 33 12Commission 4 33 -11Scottish Special Housing Association 35 299 -Scottish Special Housing Association 35 29 Sugar Board (net) 35 29 -National Research Development Corporation 1 1 1 National Film Finance Corporation $ 1$ Iron and Steel: Colvilles Ltd $ 3$ Housing Associations $ -$ 111Loans for Overseas Assistance 20 16 22Commonwealth Development Corporation 6 50 Repayment of post-war credits* 17 20 War Damage payments 6 4 6 4 6 4 6 4 6 4 6 4 6 4 6	E.		Loans to other Public Rodies		
- $-$ Northern Ireland Exchequer $ -$	66	65	Local Authorities	10	20
12 CommissionNew Towns—Development Corporations and Commission35 3529 			Northern Ireland Exchequer		33
12Commission <t< td=""><td></td><td></td><td>New Towns-Development Corporations and</td><td>-</td><td>3</td></t<>			New Towns-Development Corporations and	-	3
$ -$ Scottish Special Housing Association \cdots \cdots ∞ <	1	2	Commission	35	29
-1 -1 National Research Development Corporation 1 1 1 1 National Film Finance Corporation -1 1 -3 -6 Loans to Private Industry, &c. Iron and Steel: Colvilles Ltd 3 3 -3 -6 Building Societies -1 -1 -1 -1 Housing Associations -1	_	-	Sugar Board (not)	8	7
11National Film Finance Corporation $-$ 1 -3 -6 Loans to Private Industry, &c. Iron and Steel: Colvilles Ltd 3 3 -3 -6 Building Societies $$ 3 3 -1 1Loans for Overseas Assistance Colonial Governments $$ $$ -6 20 1 1 22Commonwealth Development Corporation $$ 6 50 -2 -2 Commonwealth Development Corporation $$ 60 50 -2 -2 Payments arising from war-time liabilities Repayment of post-war credits* $$ 17 20 -3 -3 -3 Other advances and repayments Town and Country Planning compensation $$ 9 5 595 609 Net RementNet Rement $$ $1,192$ $1,160$	_		National Research Development Componition		25
-3 -6 Loans to Private Industry, &c. Iron and Steel: Colvilles Ltd. 3 3 -1 -6 Building Societies $$ $$ $$ 3 3 -1 -6 Housing Associations $$ $$ $$ -6 2 1 1 1 Loans for Overseas Assistance Colonial Governments $$ 20 16 2 2 2 Commonwealth Development Corporation $$ 20 16 -6 6 6 Export Guarantees Acts $$ $$ 60 50 -1 -1 -1 Payments arising from war-time liabilities Repayment of post-war credits* $$ 17 20 -3 -3 3 3 0 0 0 17 20 -3 -3 3 3 17 20 17 20 -3 -3 0 0 1 17 20 -3 -3 3 17 20 17 20 -3 -3 3 17 20 17 20 -3 -3 3 17 20 17 20 -3 -3 3 17 20 117 20 -3 -3 3 17 20 117 20 -3 -3 13 117 117 117 117 -3 -3 117 1112 1160 1112 1160 -3 $-$	1	1	National Film Finance Corporation	1	1
-3 -6 Iron and Steel: Colvilles Ltd. $$ $$ $$ 3 3 -3 -6 Building Societies $$ $$ $$ $$ $$ 3 3 -1 -1 Building Societies $$ $$ $$ $$ $$ $$ 3 3 1 1 1 1 1 1 1 1 1 1 1 1 1 2 2 2 1 1 1 1 1 1 1 1 1 1 2 2 2 1 1 1 1 1 2 1 1 1 2 2 2 1					-
3 6 Building Societies \dots \dots \dots n <t< td=""><td></td><td>1</td><td>Iron and Steel: Colvillos I td</td><td>A VIII AND</td><td>A STREET</td></t<>		1	Iron and Steel: Colvillos I td	A VIII AND	A STREET
$ -$ Housing Associations \cdots	3	6	Building Societies	3	3
1 1		-	Housing Associations	-6	- 2
$1 \\ 2 \\ 6 \\ 6 \\ 6 \\ 6 \\ 6 \\ 6 \\ 6 \\ 6 \\ 6$	ER C			0	4
$2 \\ 6 \\ 6 \\ 6 \\ 6 \\ 6 \\ 6 \\ 6 \\ 6 \\ 6 \\ $	1	1	Loans for Overseas Assistance		
0 0 Export Guarantees Acts \dots \dots \dots \dots 60 50 $ Payments arising from war-time liabilitiesRepayment of post-war credits*\dots1720 War Damage payments\dots\dots1720 War Damage payments\dots\dots1720 000104 0011720 333011111595609111121160$	2	2	Commonwealth Development Corporation		16
Payments arising from war-time liabilities Repayment of post-war credits*1720War Damage payments1720Other advances and repayments64Other advances and repayments955956091,1921,160	6	6	Export Guarantees Acts		50
$ -$ Repayment of post-war credits* \cdots \cdots 17 20 War Damage payments \cdots \cdots \cdots 6 4 $ -$ Other advances and repayments \cdots \cdots 6 4 $ -$ Married quarters for Armed Forces \cdots $ 9$ 5 595 609 $ -$ Not DemondeNot Demonde $ -$		adar -		00	50
War Damage payments64Other advances and repayments64Married quarters for Armed Forces95595609Not DemondNot DemondNot Demond1,1921,160		6	Payments arising from war-time liabilities		
- 3- - 3Other advances and repayments Married quarters for Armed Forces Town and Country Planning compensation- -9 -5 -5956091,1921,160			War Domago post-war credits*	17	20
3 - Married quarters for Armed Forces 9 5 3 3 3 Town and Country Planning compensation 9 5 595 609 1,192 1,160			war Damage payments	6	4
3 - Married quarters for Armed Forces 9 5 3 3 3 Town and Country Planning compensation 9 5 595 609 1,192 1,160			Other advances and repayments		
3 3 Town and Country Planning compensation - 1,160 - - <td></td> <td>-</td> <td>Married quarters for Armed Forces</td> <td>9</td> <td>5</td>		-	Married quarters for Armed Forces	9	5
1,192 1,160	3	3	Town and Country Planning compensation	-	-
Net Payments	595	609		1,192	1,160
1 cc 1 ayments 597 551			Net Payments	597	551

Note.—Further details of these items are contained in the White Paper on Government Expenditure Below the Line (Cmnd. 2295).

* The total amount of post-war credits outstanding at 31st March, 1964, is estimated at about £249 million excluding accrued interest of £29 million.

1963-64

TABLE IV.—SUMMARISED EXCHEQUER ACCOUNT

£ million

341

653

75

24

60

				Receipts	Payments
BUDGET:					
Surplus above the line	 	 		73	
Net payments below the line	 	 		Approprieto Skrike	551
NATIONAL DEBT TRANSACTIONS:		19.4	1 Ster	Strategies State	
Marketable securities:			20.2	Answig Stock is	E Car
New Issues:			10761	schrödgunge Strates	1 .4 13 21

4% Exchequer Loan, 1968 ... 490 - . 5% Exchequer Loan, 1976-78 384 51% Funding Loan, 1978-80 386 Redemptions: 3% Exchequer Stock, 1962-63 43% Conversion Stock, 1963 Terminable Annuities (National Debt Commissioners) ... National Savings Securities (net): National Savings Certificates Defence Bonds 17 Premium Savings Bonds 44 National Savings Stamps and Gift Tokens ... 2

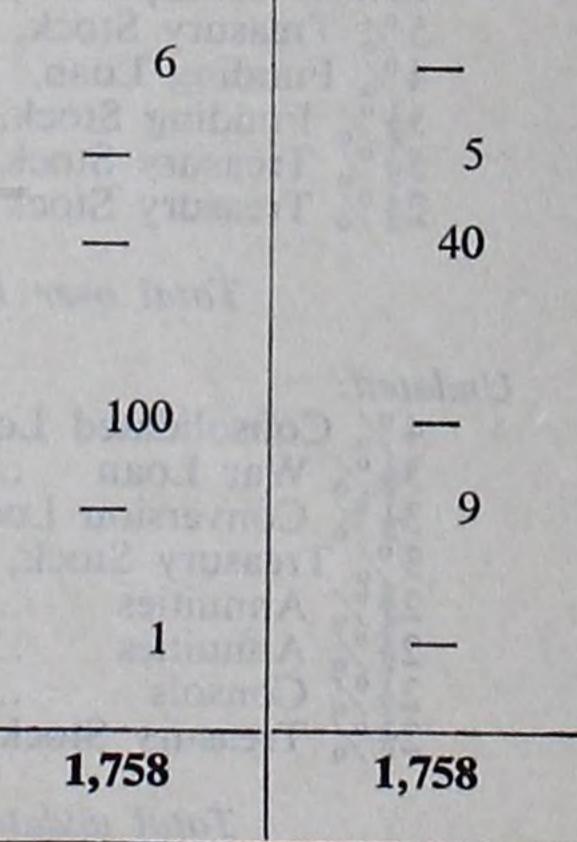
Tax Reserve Certificates (net)

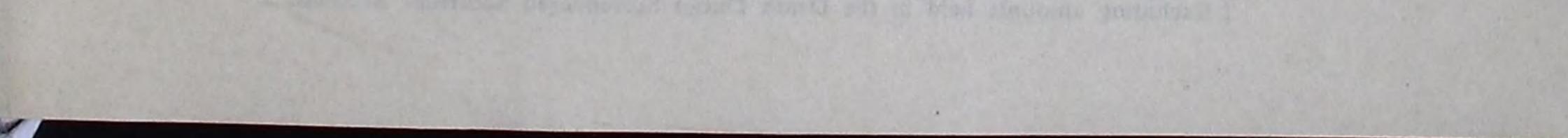
Floating Debt (net) 255 Other Debt-payable in sterling: Interest-free notes (net) Other Other Debt-payable in external currencies OTHER RECEIPTS AND PAYMENTS: Decrease in sterling capital of Exchange Equalisation Account Subscription to International Development Association ... Receipts arising from transfer of British Transport Stock **Redemption Fund**

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1963-64

TABLE V.-NATIONAL DEBT AT BEGINNING AND END OF YEAR

£ million

					31st March, 1963	31st March, 1964 (provi- sional figures)
Marketable securities:*						
Up to 5 years:				1. 1995	241	Marine Longins
3% Exchequer Stock, 1962-63	••••				341	
4 ³ / ₄ % Conversion Stock, 1963			•••		653 505	505
$4\frac{1}{2}$ % Conversion Stock, 1964 $2\frac{1}{2}$ % Exchequer Stock, 1963-64					274	505 274
4% Treasury Stock, 1965					391	391
3% Savings Bonds, 1955-65					709	709
5½% Exchequer Stock, 1966					978	978
2½% Savings Bonds, 1964-67					749	749
5% Exchequer Stock, 1967					400	400
4% Exchequer Loan, 1968					and the state	500
3% Funding Stock, 1966-68					ţ.	533
$3\frac{1}{2}$ % Conversion Stock, 1969					American Tamb	335
Total up to 5 years				08.	5,000	5,374
I orar ap io o jeans						
5 to 15 years:				1 12 3	522	The second sold.
3% Funding Stock, 1966–68					533	I
$3\frac{1}{2}$ % Conversion Stock, 1969					335	222
3% Funding Loan, 1959–69 4% Victory Bonds					231 76‡	222
3% Savings Bonds, 1960-70					1,018	66‡ 1,018
50/ C ' C 1 1071			51.00	H Del	409	409
6% Conversion Stock, 1972					301	301
British Transport 3% Stock, 196					13	13
British Transport 3% Stock, 196					136	136
51% Conversion Stock, 1974					299	299
3% Savings Bonds, 1965-75					1,073	1,073
British Transport 4% Stock, 197	72-77				242	242
5% Exchequer Loan, 1976-78						400
Total 5 to 15 years					4,666	4,179
Over 15 years:						
219/ Transury Stock 1077 80					262	262
51% Eunding Loon 1078 80						400
21.9/ Transury Stock 1070 91					483	483
					500	500
British Transport 3% Stock, 197	8-88				1,052	1,052
	•••				602	602
,,		•••			169‡	156‡
3½% Funding Stock, 1999–2004	•••				443 1,000	443
$5\frac{1}{2}$ % Treasury Stock, 2008–12 $2\frac{1}{2}$ % Treasury Stock, 1986–2016					79	1,000
Total over 15 vegue					4,590	4,977
Total over 15 years					7,000	
Undated:				2 Martin	275	
	•••				375	374
					1,909	1,909
	Pr				527 58	510 58
- / 0			11.11	1.1.1	2	2
3% Treasury Stock, 1966 or after					21	21
3% Treasury Stock, 1966 or after $2\frac{3}{4}\%$ Annuities		1.200	and the second s			
3% Treasury Stock, 1966 or after $2\frac{3}{4}\%$ Annuities $2\frac{1}{2}\%$ Annuities					276	276
3% Treasury Stock, 1966 or after $2\frac{3}{4}$ % Annuities $2\frac{1}{2}$ % Annuities		···· ···	···· ···		21 276 482	276 482
3% Treasury Stock, 1966 or after $2\frac{3}{4}$ % Annuities $2\frac{1}{2}$ % Annuities $2\frac{1}{2}$ % Consols $2\frac{1}{2}$ % Treasury Stock, 1975 or after Total undated						

* Classified according to final redemption date.
† Change of maturity group during year.
‡ Excluding amounts held in the Death Duties Surrendered Securities Account.

1963-64

TABLE V.-NATIONAL DEBT AT BEGINNING AND END OF YEAR-continued

£ million

Broudcast Receiping Licenter, in.

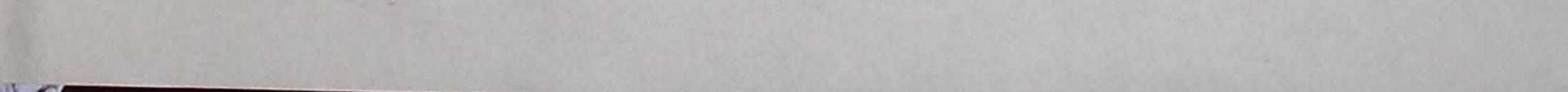
ALKOOR INCOMES

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	31st March, 1963	31st March, 1964 (provi- sional figures)
Brought forward	17,906	18,162
Terminable Annuities due to National Debt Commissioners	952	877
Life Annuities	8	7
Debts to the Banks of England and Ireland	14	14

National Savings Securities: National Savings Certificates*Defence BondsPremium Savings BondsNational Savings Stamps and Gift Tokens	2,136 1,123 394 25	2,112 1,140 438 27
Tax Reserve Certificates	352	292
Floating Debt: Treasury BillsWays and Means advances	4,237 239	4,418 314
Other Debt (payable in sterling): Interest-free notes: International Monetary Fund and		
International Development Association	532	538
Government of Portugal	46	41
Miscellaneous	9	8
Other Debt (payable in external currencies):	anity h	an hort white
Government of United States of America	1,453	1,428
Government of Canada	335	329
Debts created on liquidation of European Payments Union	69	61
Switzerland	18	18
Total National Debt	29,848	30,224

* Shown at issue price excluding accrued interest amounting approximately to £550 million at 31st March, 1963, and £590 million at 31st March, 1964.



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ESTIMATES, 1964–65

TABLE VI.—ABOVE THE LINE: REVENUE On the basis of existing taxation

The Manuals.	-							£ million
simple founds		271		enned a		1963-64 Exchequer Receipts	1964–65 Estimate	+ Increase or - Decrease
	Inland	Reve	NUE		Fliend	U TRISCI LIDODEN	on units elections	A diction of
Income Tax						2,745	3,040	+295
Surtax		•••				178	195	+ 17
Death Duties						310	310	vale minste

Stamp Duties	88	75	- 13
Profits Tax, Excess Profits Tax and Excess Profits	ada F Aley barge	Santan and States and	The manifest of the
Levy	391	415	+ 24
	3,712	4,035	+323
		alla.	and statements
CUSTOMS AND EXCISE	and a set of the	ALL STON TO BE DE L	Mr. Maria
Tobacco	892	905	+ 13
Purchase Tax	565	605	+ 40
Oil	592	625	+ 33
Spirits, Beer and Wine	499	507	+ 8
Other Revenue Duties, &c	55	53	- 2
Import Duties Act, 1958	163	165	+ 2
Real and a second	2,766	2,860	+ 94
Motor Vehicle Duties	171	180	+ 9
TOTAL RECEIPTS FROM TAXES	6,649	7,075	+426

Broadcast Receiving L	icences	•••	 	50	57	+ 7
Miscellaneous			 	191	220	+ 29
Total Revenue			 	6,890	7,352	+462

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and a second to the second sec

ESTIMATES, 1964–65 TABLE VII.—ABOVE THE LINE: EXPENDITURE

LI SHIL HERE STREET STREET

£ million

11

	1963–64 Budget Estimate	1964–65 Estimate	+ Increase or - Decrease
CONSOLIDATED FUND SERVICES			O inum 1
Interest on and management of the National Debt Sinking Funds Northern Ireland—share of reserved taxes, &c. Other Consolidated Fund Services	625 42 111 12	660 42 126 11	+ 35 + 15 - 1
TOTAL CONSOLIDATED FUND SERVICES	790	839	+ 49

SUPPLY SERVICES

continu e

Defence Budget- Ministry of Defence-Central Navy Army Air Ministry of Aviation Ministry of Public Building and Works Atomic Energy Authority	20 441 491 503 231 147 5	26 496 525 504 275 166 7	
Total Defence Budget	1,838	1,999	+161
Civil—	TEOIREISE	Cita Cara	
I. Government and Exchequer II. Commonwealth and Foreign III. Home and Justice IV. Industry, Trade and Transport V. Agriculture VI. Local Government, Housing and Social Services VI. Universities and Scientific Research VII. Universities and Scientific Research VII. Museums, Galleries and the Arts IX. Public Buildings and Common Govern- mental Services X. Smaller Public Departments XI. Miscellaneous Defence (Army) Purchasing (Repayment)	93 173 148 483 424 2,533 197 8 154 7 75	95 180 158 496 380 2,752 205 9 177 7 89	
Services	6	2	
Total Civil Supply	4,301	4,550	+249
TOTAL SUPPLY SERVICES	6,139	6,549	+410
Total Expenditure	6,929	7,388	+459

* The Departmental estimates for the two years are not fully comparable for the reasons given in the Statement on Defence, 1964 (Cmnd. 2270) and in the Memorandum on the Estimates, 1964-65 (Cmnd. 2290).

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ESTIMATES, 1964-65

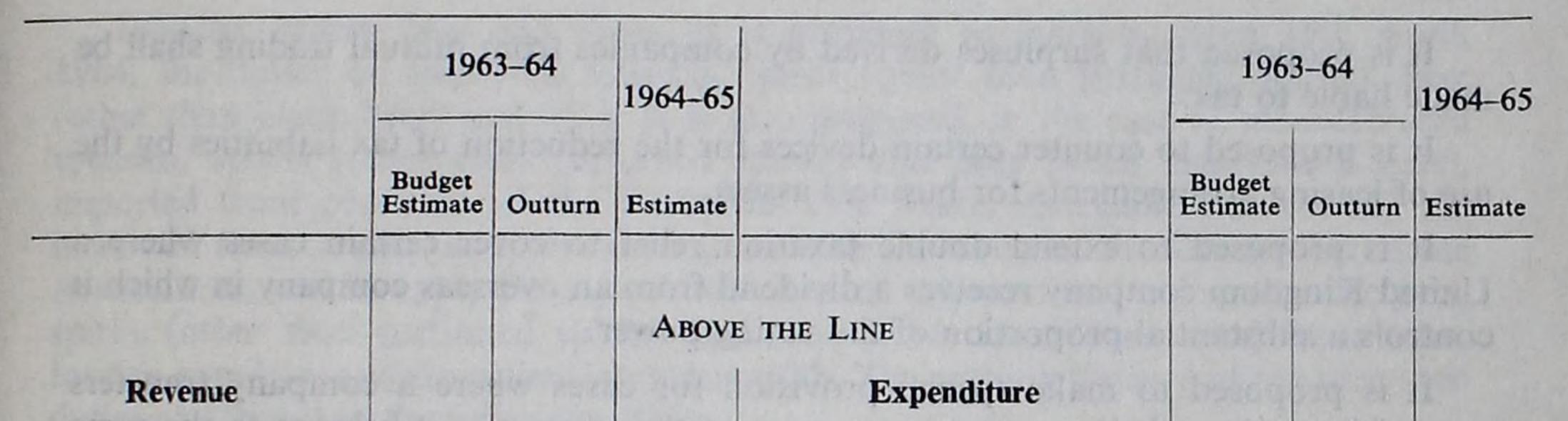
TABLE VIII.—BELOW THE LINE

£ million

Rece	eipts	ha see	Payn	nents
1963-64	1964-65		1963-64	1964-65
Outturn	Estimate		Outturn	Estimat
397	425	Interest receipts applied to interest on the National Debt	397	425
	13 62	Loans to Nationalised Industries Post Office National Coal Board (net)	65	100
4 6 7 26	4 7 10 29	Electricity Council North of Scotland Hydro-Electric Board South of Scotland Electricity Board	300 20 42 76 21	414 20 32 31
15 	16 	British Overseas Airways Corporation British European Airways Corporation British Railways Board London Transport Board	31 15 	48 22 30 12
_		British Transport Docks Board British Waterways Board	1	4
65	73	Loans to other Public Bodies Local Authorities Northern Ireland Exchequer New Towns—Development Corporations and	35 3	200 10
2 1 	2 1 	Commission Scottish Special Housing Association Housing Corporation	29 7 —	42 7 5
	30 9	Harbour Authorities Iron and Steel Holding and Realisation Agency: surplus receipts Sugar Board (net)		16
1	2	National Research Development Corporation National Film Finance Corporation	1 1	1
		Loans to Private Industry, &c. Iron and Steel: Colvilles Ltd Building Societies	3	
_		Housing Associations Shipbuilding Credit Scheme	2	5 29
1 2 6	1 2 10	Loans for Overseas Assistance Colonial Governments Commonweath Development Corporation Export Guarantees Acts	16 5 50	6 5 65
		Payments arising from war-time liabilities Repayment of post-war credits War damage payments	20 4	17 4
		Other advances and repayments Married quarters for Armed Forces Town and Country Planning compensation	5	9
609	702		1,160	1,560
		Net payments	551	858

Note.—Further details of these items are contained in the White Paper on Government Expenditure Below the Line Cmnd. 2295).

ESTIMATES, 1964-65 TABLE IX.—SUMMARY On the basis of existing taxation 13



Inland Revenue	3,729	3,712	4,035	Consolidated Fund Services	790	817	839
Customs and Excise	2,732	2,766	2,860	Supply: Defence Budget	1,838	1,789	1,999
Motor Duties	160	171	180	Civil	4,301	4,211	4,550
Total Tax Revenue	6,621	6,649	7,075	Total Supply	6,139	6,000	6,549
Other Revenue	218	241	277				
Total Revenue	6,839	6,890	7,352	Total Expenditure	6,929	6,817	7,388
Deficit	90		36	Surplus		73	
	6,929	6,890	7,388		6,929	6,890	7,388
. I della radia score della	1963 30	P TOPO	2. 4	ANT THE TRONG PORT AND THE T			
A TOTAL CALL AND THE STREET	The second	agan/i	BELOW	V THE LINE			
Total Receipts	595	609	702	Total Payments	1,192	1,160	1,560
Net Payments	597	551	858		1		
	1,192	1,160	1,560				

	1963	8-64	1964-65
	Budget Estimate	Outturn	Estimate
Above the line:		1.00	
Surplus	_	73	
Deficit	90	-	36
Below the line:	i sten P	ille ast	at Trays
Net Payments	597	551	858
Borrowing requirement	687	478	894

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[£] million



TABLE X.—PROPOSED CHANGES IN TAXATION INLAND REVENUE

INCOME TAX AND PROFITS TAX

It is proposed that surpluses derived by companies from mutual trading shall be made liable to tax.

It is proposed to counter certain devices for the reduction of tax liabilities by the use of leasing arrangements for business assets.

It is proposed to extend double taxation relief to cover certain cases where a United Kingdom company receives a dividend from an overseas company in which it controls a substantial proportion of the voting power.

It is proposed to make special provision for cases where a company transfers part of its trade and three-quarters or more of the interest in it belongs to the same persons before and after the change.

STAMP DUTIES

It is proposed to exempt employees' service agreements from stamp duty.

CUSTOMS AND EXCISE

Surcharges or rebates in respect of revenue duties and purchase tax.—It is proposed to extend for a further year the powers provided by Section 9 of the Finance Act, 1961, which enable the Treasury by Order to impose a surcharge or allow a rebate in respect of the main revenue duties of customs and excise (including the purchase tax) and the associated drawbacks and similar payments; the maximum rate of surcharge or rebate will remain at 10 per cent of the amount of duty or tax.

It is proposed to amend the powers to permit an Order made under these provisions to be applied to one or more of four groups of duties as follows:

- (a) Tobacco.
- (b) Spirits, beer, wine and British wine.
- (c) Hydrocarbon oils.

(d) All other duties (including purchase tax).

Hydrocarbon Oil.—It is proposed to relieve from hydrocarbon oil duty oils which are used as ingredients, as solvents, or for similar purposes in industrial processes. This relief will extend also to hydrocarbon oils contained as ingredients in imported composite goods.

It is also proposed to reduce the rate of duty chargeable on certain light oils which are used as fuel in furnaces from 2s. 9d. a gallon or 1s. 6d. a gallon to 2d. a gallon. These changes will take effect from 1st September, 1964.

Beer.—It is proposed to abolish, from 15th April, 1964, the duties on black beer of an original gravity of 1,200 degrees or more*.

* This product will then become chargeable with purchase tax at the rate of 15 per cent of the wholesale value.

TABLE X.—PROPOSED CHANGES IN TAXATION—continued CUSTOMS AND EXCISE—continued

CUSTOMS

Tobacco, spirits, beer and wine.—It is proposed to increase, from 15th April, 1964, the duties on imported tobacco, spirits (other than perfumed spirits), beer (other than black beer) and wine. It is also proposed, in the case of manufactured tobacco, spirits (other than perfumed spirits) and beer (other than black beer), imported from countries of the European Free Trade Association to modify the increased rates of duty in order to conform with the terms of the Convention of the Association; and to apply these modified rates, as appropriate, to imports of cigars, spirits (other than perfumed spirits) and beer (other than black beer) from other foreign countries and from the Commonwealth. The existing duties and the proposed duties are shown in the following table:

The second second	1071	Existing du	ties	1	Proposed du	ties
	Full rate	Common- wealth Preference rate	E.F.T.A. rate	Full rate	Common- wealth Preference rate	E.F.T.A. rate
Товассо—	£ s. d. per lb.	£ s. d. per lb.	£ s. d. per lb.	£ s. d. per lb.	£ s. d. per lb.	£ s. d. per lb.
Tobacco, unmanufactured—	1 0 1.1		21 2 11	1 0 .	03 2011 1	1120222 50 11
Containing 10 per cent or more moisture	3 10 10 ¹ / ₂	394	There are no separate E.F.T.A. rates; the	$3\ 17\ 4\frac{1}{2}$	3 15 10	There are no separate E.F.T.A. rates; the
Containing less than 10 per cent moisture	3 11 10 ¹ / ₂	3 10 2	full rates of duty are therefore chargeable	3 18 4 ¹ / ₂	3 16 8	full rates of duty are therefore chargeable
Tobacco, manufactured—						
Cigars	$4 \ 0 \ 9\frac{1}{2}$	3 17 10 ¹ / ₈	3 17 10 1 8	4 6 3	4 3 3 ¹ / ₂	4 3 3 ¹ / ₂
Cigarettes	3 16 4 ¹ / ₂	3 14 0	3 14 0	$4 \ 2 \ 10\frac{1}{2}$	4 0 6	3 18 6
Cavendish or Negrohead—						
Manufactured in bond	3 13 4 ¹ / ₂	3 11 5	3 13 4 ¹ / ₂	3 19 10 ¹	3 17 11	3 19 10 ¹ / ₂
Other	3 15 41	3 13 11/2	3 13 1 1	$4 \ 1 \ 10^{\frac{1}{2}}$	3 19 71	3 19 7 ¹ / ₂
Other manufactured tobacco	3 13 7 1	3 11 8	3 11 8	4 0 1 ¹ / ₂	3 18 2	3 17 4 ¹ / ₂
Snuff and snuff work—						
Containing more than 13 per cent moisture	3 12 10 ¹ / ₂	3 11 0 3	3 11 0 3]	2 10 7	2 10 11
Containing not more than 13 per cent moisture	3 15 $4\frac{1}{2}$	3 13 1 1	3 13 1 ¹ / ₂	$\begin{cases} 4 & 0 & 7\frac{1}{2} \\ \end{bmatrix}$	3 18 7	3 18 4 1

table continued overleaf

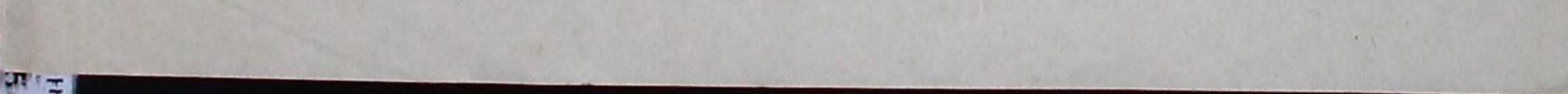


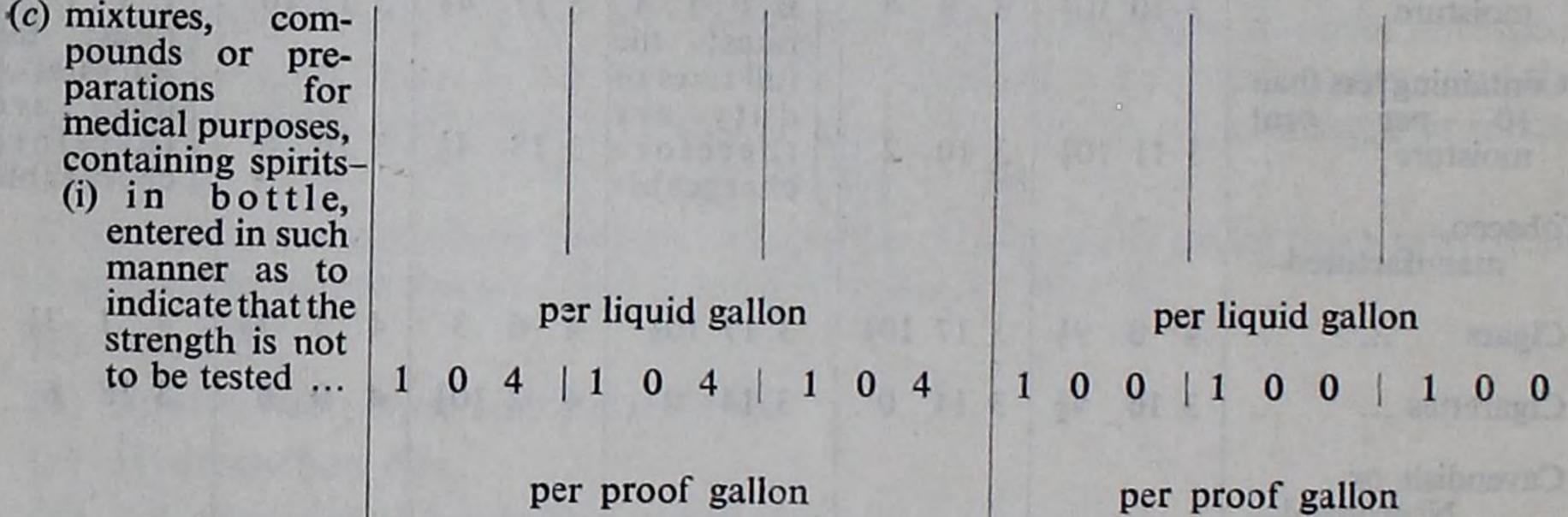
TABLE X.—PROPOSED CHANGES IN TAXATION—continued

CUSTOMS AND EXCISE—continued

CUSTOMS—continued

	1	Existing duties							Proposed duties							
		Fu rat		1	omn weal efer rat	th	I	E.F. ra	Г.А. te		Fui rat		Pre	ommo vealth eferen rate	1	E.F.T.A. rate
	£	s.	d.	£	s.	d.	f	E s.	d.	£	s.	d.	£	s. c	1.	£ s. d.
SPIRITS (other than perfumed spirits)- (a) not being com-	1		I	per p	proo	f ga	llon					p	er pi	roof	gall	on
 (a) not being comprised below (b) liqueurs, cordials, mixtures and other preparations in bottle, entered in 	11	14	9	11	12	3	11	12	3	13	0	0	12	17 (6	12 17 6
such manner as to indicate that the strength is not to			I	per li	quio	l ga	llon					p	er lia	quid	gall	on
be tested	15	17	0	15	13	8	15	13	8	17	11	0	117	7 6	5 1	17 7 6

In the case of spirits warehoused for less than 3 years, the above rates of duty are increased respectively by 1s. 6d. a proof gallon and by 2s. 0d. a liquid gallon.



(ii) other ... 15 1 15 1 15 1 14 9 14 9 14 9

1.

TABLE X.—PROPOSED CHANGES IN TAXATION—continued

CUSTOMS AND EXCISE—continued

CUSTOMS—continued

an bister benry and	Tenner a	Existing du	ties	p asidos s	Proposed du	ties
	Full rate	FullCommon- wealthE.F.T.A.		Full rate	Common- wealth Preference rate	E.F.T.A. rate
	£ s. d.	£ s. d.	£ s. d.	£ s. d.	£ s. d.	£ s. d.
BEER (other than black beer of gravity of 1,200 degrees or more)—	in in it is	per 36 gallon	S	F	per 36 gallon	S
1,030 degrees or less	7 3 5*	6 3 5*	6 3 5*	8 7 2	772	7 7 2
Additional for each degree over 1,030 degrees	7 3 1	7 31/2	7 3 1 /2	$7 3\frac{1}{2}$	7 3 <u>1</u>	7 3 1 /2
Wine	additio 36 ga	in each c onal duty o llons of ar juential on	f 10d. per y gravity,			
Light wine [†] —	per g	gallon		per g	gallon	
Still	$ \begin{array}{rrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrr$	$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$		$ \begin{array}{cccc} 15 & 6 \\ 18 & 0 \\ 1 & 8 & 0 \\ \end{array} $	$ \begin{array}{rrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrr$	
Heavy wine†— Still— Not in bottle In bottle	$\begin{array}{cccccccccccccccccccccccccccccccccccc$	17 6 19 0	There are no separate E. F. T. A. rates; the full rates	$\begin{array}{cccccccccccccccccccccccccccccccccccc$	1 0 6 1 2 0	There are no separate E. F. T. A. rates; the full rates
Sparkling For each degree or fraction of a degree above	200	1 10 0	of duty are therefore chargeable		1 13 0	of duty are therefore chargeable
42 degrees an additional	22	1 4]	26	1 8	

† Light wine means wine not exceeding 27 degrees proof spirit in the case of wine entitled to Commonwealth preference rates of duty or 25 degrees in the case of other wine. Heavy wine means wine exceeding these limits.

Ships' stores.—It is proposed to provide for extension of the powers of the Commissioners of Customs and Excise in relation to duty-free stores for ships and aircraft so as to allow reasonable quantities of goods for sale to passengers.

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TABLE X.—PROPOSED CHANGES IN TAXATION—continued CUSTOMS AND EXCISE—continued

EXCISE

Tobacco, spirits, beer and British wine.—It is proposed to increase, from 15th April, 1964, the Excise duties on tobacco, spirits, beer (other than black beer) and British wine. The existing duties and the proposed duties are as follows:

	Existing duties	Proposed duties
TOBACCO Tobacco, unmanufactured— Containing 10 per cent or more moisture Containing less than 10 per cent moisture Tobacco, manufactured— Cavendish or Negrohead manufactured in bond	$\begin{array}{cccccccccccccccccccccccccccccccccccc$	£ s. d. per lb. 3 15 8 3 16 6 3 17 11
Spirits	per proof gallon 11 11 11	per proof gallon 12 17 6
In the case of spirits warehoused for less than 3 years, the by 1s. 6d. a proof gallon.	above rates of duty	y are increased
BEER (other than black beer of a gravity of 1,200 degrees or more)	per 36 gallons	per 36 gallons
1,030 degrees or less Additional for each degree over 1,030 degrees	$\begin{array}{cccc} 6 & 3 & 0 \\ 7 & 3\frac{1}{2} \end{array}$	$\begin{array}{cccc} 7 & 7 & 0 \\ 7 & 7 & 3\frac{1}{2} \end{array}$
BRITISH WINE Still	per gallon	per gallon
Sparkling	17 6	19 0

Betting.—It is proposed to reduce to 25 per cent the duty on football pool betting and other forms of pool betting which are at present subject to the rate of 33 per cent, and to extend the scope of the duty to coupon betting at fixed odds. It is also proposed to reduce the duty on pool betting at totalisators on dog tracks from 10 per cent to 5 per cent and to reduce by half the rates of licence duty payable by bookmakers operating at such tracks. It is also proposed to take powers to include as part of the stake money certain payments which at present escape duty. These changes will apply to transactions covering events taking place on or after 3rd August, 1964.

Hydrocarbon Oil.—It is proposed to abolish the Excise preference of 1s. 3d. a gallon for light oils and heavy oils used as road fuel and the related allowance for Excise oils used in a refinery. The Excise duty of 1s. 6d. a gallon will be increased to 2s. 9d. a gallon, the rate applicable to imported oils. It is also proposed to increase the duty on petrol substitutes from 1s. 6d. a gallon to 2s. 9d. a gallon.

These changes will take effect from 1st January, 1965.

Television Advertisement Duty.—It is proposed to repeal, from 30th July, 1964, the duty charged on television advertisements.*

MOTOR VEHICLE DUTIES

It is proposed to exempt from vehicle excise duty mechanically propelled vehicles which have been adapted at public expense for use by invalids.

* From this date additional rental payments are due to be made by independent television programme contractors under Section 7 of the Television Act, 1963.

TABLE XI.-ESTIMATED EFFECT OF CHANGES IN TAXATION AND OTHER REVENUE £ million

		Estimate for 1964–65	Estimate for a full year
INLAND REVENUE			
Income Tax and Profits Tax-			
Taxation of surpluses from mutual trading	•••	+ 3	+ 5*
CUSTOMS AND EXCISE		est language	
Customs and Excise Hydrocarbon oil—			
Relief for certain industrial oils		- 5 1	- 10
Light oils used as fuel in furnaces		Negligible	Negligible
Black beer		Negligible	Negligible
TOTAL		$-5\frac{1}{2}$	- 10
Customs†	Sin in	and the second second	
Tobacco		+ 53	+ 55
Spirits		+ 31	+ 31
Beer		$+ 1\frac{1}{2}$	$+ 1\frac{1}{2}$
Wine		$+ 2\frac{1}{4}$	$+ 2\frac{1}{2}$
TOTAL CUSTOMS		$+ 60\frac{1}{2}$	+ 621
Excise			
Tobacco		Negligible	Negligible
Spirits		+ 123	$+ 13\frac{1}{4}$
Beer		+ 24	$+ 27\frac{1}{2}$
British wine		+ 1	+ 1
Betting		$+ 2\frac{1}{2}$	$+ 2\frac{1}{2}$
Hydrocarbon oil		$+ 1\frac{3}{4}$	$+ 7\frac{1}{2}$
Television advertisement		- 5	- 8
TOTAL EXCISE		+ 361	+ 43
TOTAL CUSTOMS AND EXCISE		+ 911	+ 95 ³ / ₄
MOTOR VEHICLE DUTIES			
ehicles adapted for invalids		Negligible	Negligible
MISCELLANEOUS REVENUE			
Additional rental payments under Section 7 o Television Act, 1963	f the	+ 9	+ 15
Total		+1031	+1153

* Including £1 million for profits tax. † The reductions in E.F.T.A. Convention rates of duty for tobacco, spirits and beer, and the consequential changes in certain full and Commonwealth preference rates, will reduce receipts of the duties concerned by about £200,000 a year in all. The reductions, which have been taken into account in the figures given in the above Table, are too small to be shown in detail for individual heads of duty.

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FINANCIAL STATEMENT (1964-65)

ESTIMATES, 1964–65

TABLE XII.-INLAND REVENUE

After Budget changes

£ million

1963–64								1000 00		
Head of Revenue						Budget Estimate	Outturn	1964–65 Estimate		
Income Tax						2,789	2,745	3,043		
Surtax						190	178	195		
Death Duties			diges M			279	310	310		
Stamp Duties	· · · ·					73	88	75		
Profits Tax, Exc Levy	ess Prof	its Tax a	and Ex	xcess F	Profits	398	391	415		
Total I	nland R	Revenue				3,729	3,712	4,038		

ESTIMATES, 1964-65 TABLE XIII.—CUSTOMS AND EXCISE REVENUE After Budget changes

£ million

						1963-64			1964–65	
Head of Duty					Budget Estimate		Receipts (provisional)		Estimate	
Tobacco		••••		С		900		892	958	
Purchase Tax	••••			Е		545		565	605	
Oil Oil, &c	 			C E	580 10		582 10		610 11	
Total Oil, &c.					2.951	590		592	621	
Spirits				C E	44 146		45 161		50 176	
Total Spirits						190	123,3	206	226	
Beer				C E	13 249	242	13 250		15 276	
Total Beer						262	0.0	263	291	
Wine				C		24		25	29	
British Wine				E		5		5	5	
Betting				E		37		33	36	
Television Licence				E		5		5		
Television Advertisement				E		8		8	3	
Matches and Mechanical	l Ligh	ters		C E	4 8	NAX.	4 7		4 7	
Total Matches,	&c.					12		11	11	

Import Duties Act, 1958	C	153	163	165
Other duties, deposits and receipts	C & E	. 1	- 2	1
Total Revenue	Customs Excise	1,718 1,014	1,723 1,043	1,831 1,120
TOTAL		2,732	2,766	2,951

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ESTIMATES, 1964-65 TABLE XIV.-SUMMARY

After Budget changes

1963-64 1963-64 1964-65 1964-65 1. 12 Budget Estimate Budget Estimate Outturn Estimate Outturn Estimate ABOVE THE LINE Revenue Expenditure Inland Revenue 3,729 3,712 4,038 **Consolidated Fund Services** ... 790 817 839 Customs and D

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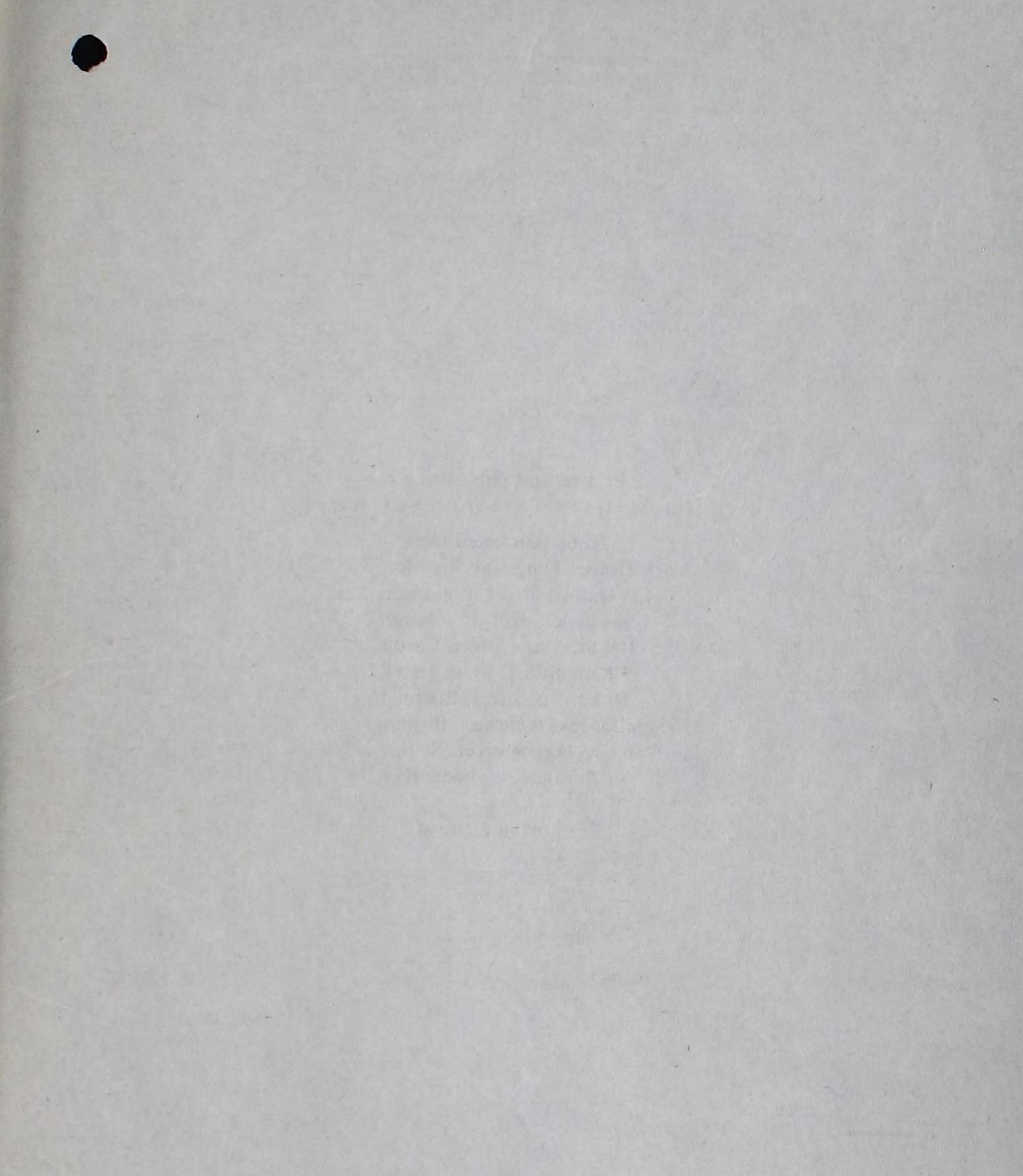
Customs and Excise	2,732	2,766	2,951	Supply: Defence Budget	1,838	1,789	1,999
Motor Duties	160	171	180	Civil	4,301	4,211	4,550
Total Tax Revenue	6,621	6,649	7,169	Total Supply	6,139	6,000	6,549
Other Revenue	218	241	286				
Total Revenue	6,839	6,890	7,455	Total Expenditure	6,929	6,817	7,388
Deficit	90			Surplus	1	73	67
	6,929	6,890	7,455		6,929	6,890	7,455
Total Receipts Net Payments	595 597	609 551	702 858	v THE LINE Total Payments	1,192	1,160	1,560
	1,192	1,160	1,560				

1963-64

and the second second

£ million

1		1964-65
Budget Estimate	Outturn	Estimate
A A A A		
 _	73	67
 90	_	_
 597	551	858
 687	478	791
	Estimate 90 597	Estimate Outturn 90 597 551



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