

In 1871, British Columbia entered the union under an agreement—1. That the debt allowance be \$27.77 on a population of 60,000. 2. That an annual subsidy of \$35,000 and an annual grant of 80 cents per head on a population of 60,000 be paid by the Dominion in support of its government and legislature, such grant to increase as in the cases of Nova Scotia and New Brunswick. 3. That in return for the public lands to be conveyed by the province in aid of the construction of the Canadian Pacific Railway, an additional annual subsidy of \$100,000 be paid by the Dominion.

In 1873 Prince Edward Island entered Confederation under an agreement. 1. That the debt allowance be \$50 per head on the population of 1871 or \$4,701,050. 2. That the Dominion pay a subsidy in support of government of \$30,000 annually and an annual grant equal to 80 cents per head on the population of 1871, such grant to increase with increase of population, as in the cases of Nova Scotia and New Brunswick. 3. That in the absence of provincial revenues arising from public lands an additional annual subsidy of \$45,000 be paid by the Dominion. The act of June 23rd, 1887 provided that Prince Edward Island should receive an additional annual subsidy of \$20,000 from the Dominion.

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