

article which appeared in *The Globe and Mail* this morning, CP Air of Vancouver has offered to build the third passenger terminal proposed for Toronto International Airport. Could the minister please tell this chamber whether a third terminal is being planned and, if so, who will be building it? Could he also share with this House whether, in the airport expansion plan, there is provision for a fourth runway?

Hon. Jean-Luc Pepin (Minister of Transport): Madam Speaker, traffic at Malton is increasing steadily and the two terminals are reaching capacity. Therefore, the government had to develop a new master plan for the airport. This has been done. It will be unveiled on Tuesday next. The plan will then be submitted to public view and it will be revised according to the conclusions reached.

An hon. Member: Where, at Pickering?

Mr. Pepin: At Malton.

On the subject of the fourth runway, in order to avoid people getting overly nervous, I can advise that it is not in the master plan, which is an indirect way of saying that there is a third terminal in the master plan.

With respect to the funding of the third terminal, a decision has not yet been made but the government will be willing to contemplate the possibility of private sector funding.

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MUNICIPAL AFFAIRS

AGREEMENT WITH PRINCE EDWARD ISLAND ON COMMUNITY SERVICE PROGRAM

Mr. Doug Lewis (Simcoe North): Madam Speaker, my question is for the minister responsible for CMHC. The communities of Bunbury and Southport in Cardigan, Prince Edward Island, went ahead with a badly needed three-phase sewage disposal system as a result of a commitment from the federal government under the community services contribution program. Phase one has been completed, but the federal government has broken its agreement with the province. Will the federal government now live up to its responsibility and its commitments to these communities? If not, where does the minister expect the money to come from?

Hon. Paul J. Cosgrove (Minister of Public Works): Madam Speaker, I have already responded to an identical question posed yesterday by the PC candidate in the by-election for that riding.

Some hon. Members: Hear, hear!

Miss MacDonald: The Liberal wasn't even asking.

Mr. Cosgrove: I indicated to that candidate that the government had not broken its agreement but that the municipalities were misinformed by the provincial government. In fact the recommendation for the termination of that program was first made in policy papers to the former Progressive Conservative

government, together with recommendations for termination of a number of social programs upon which this government has not acted.

Mr. Lewis: Madam Speaker, my supplementary question is for the same minister. When the federal government, headed by the Liberal Party, entered that agreement, it was a three-phase program. Initially it called for three phases in the sewer program. How can the federal government lead these people down the garden path and then cancel the program?

Mr. Baker (Nepean-Carleton): It is easy for them.

Mr. Cosgrove: Madam Speaker, I invite the hon. gentleman, or anyone who is seriously interested in this subject, apart from partisan politics at this time of the year, to address the agreement by reading the actual agreement between the Government of Canada and the government of the province. They will discover for themselves that the hon. gentleman opposite who raised the question, together with those who would make political hay on it, are misinformed.

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FOREIGN INVESTMENT REVIEW AGENCY

POLICY RESPECTING OPERATION OF DUTY-FREE SHOPS

Mr. Joe Reid (St. Catharines): Madam Speaker, my question is for the Minister of National Revenue. It relates to the government's policy of Canadianization and of "buy Canadian." About a month ago it was indicated that two American firms had the inside track on the operation of duty-free shops in Canada. Just recently the Department of Revenue's publication release indicated that duty free shops are just around the corner. Will the minister now tell this House whether or not the government's policy is one of negotiating with foreign-controlled firms in the operation of duty-free shops located in Canada?

Hon. William Rompkey (Minister of National Revenue): The short answer is no, Madam Speaker. It is true that duty free shops are just around the corner.

Mr. Nielsen: Which corner?

Mr. Rompkey: I have appointed an advisory committee, chaired by my parliamentary secretary and the Parliamentary Secretary to the Minister of Industry, Trade and Commerce, to advise me on the guidelines for the issuing of licences for duty free shops. To put it simply, we want to maximize Canadian opportunity in those guidelines. However, I will have to wait for the report from the advisory committee before I answer further.

REQUEST THAT NO CONSIDERATION BE GIVEN TO UNITED STATES CORPORATIONS

Mr. Joe Reid (St. Catharines): Madam Speaker, my supplementary question is for the Minister of Industry, Trade and