

tories in accordance with an agreement to be entered into by the Minister of Finance, with the approval of the Governor in Council on behalf of the Government of Canada, and the Commission of the Northwest Territories with the approval of the Council of the Northwest Territories, on behalf of the Government of the Northwest Territories, such agreement to provide, on such terms and conditions as may be agreed upon, for payment of the total of amounts calculated on the following basis:

- (a) annual subsidy hereafter called the "population subsidy" to the Government of the Northwest Territories of eighty cents per head in respect of a population of sixteen thousand and four persons, being the population for the year 1951 as determined by the census taken in that year, \$12,803.20,
- (b) compensation to the Government of the Northwest Territories in consideration of its agreement to suspend and to refrain from levying, and to require the municipalities in the Northwest Territories to suspend and to refrain from levying, individual income taxes, corporation income taxes, corporation taxes and succession duties, as defined in the agreement, for the five year period specified in the agreement, the amount of compensation for each year to be the amount by which the greater of
  - (i) the guaranteed minimum annual amount of \$186,000, or
  - (ii) the adjusted annual amount which is an amount that is, in respect of a fiscal year, the average of amounts determined in respect of each of the two calendar years immediately preceding the fiscal year, each of such amounts to be the greater of
    - (A) the guaranteed minimum annual amount, or
    - (B) the amount that is the product of the guaranteed minimum annual amount and the product of the ratio that the value of the gross National product per capita in the respective calendar year bears to the said value in the calendar year 1948 and the ratio that the population of the Northwest Territories for the respective calendar year bears to the said population in the calendar year 1948, the said ratios to be determined by the Dominion Statistician,