

the equivalent of a $2\frac{1}{2}\%$ tax on the final price to the retailer. This would give us about \$100,000,000 which is a little less than the Sales Tax produced during the year for which the estimate of \$4,500,000,000 was given. In addition if the Sales Tax were imposed on the sale of all commodities - and the estimated yield of the Turnover Tax is - the Sales Tax would yield even more.

But as the German Chancellor remarked in concluding his speech on the Turnover Tax "Our conclusions are very unsatisfactory and seem to lead us nowhere". What has a Canadian to propose in order to increase our revenue? In the first place an inclusion of those commodities which are not now subject to Sales Tax - particularly food products. Possibly an inclusion of services. As a last resort an increase in the Sales Tax rate. There is also a possibility that a Federal Succession Duty may be desirable. I am aware that this would be opposed by the provincial governments who now complain that the Dominion Government has infringed upon their proper field of taxation. But necessity knows no law and other countries have both state and federal succession duties among them being the United States and some of the British Dominions.