

employer, and I won't mention names, but if the other employer will not accept the full credit, then the employee can retain a deferred annuity credit under this act for the balance.

Mr. KNOWLES: Are there some cases that work in the other way, where an employer does want to turn over the funds?

Mr. CLARK: We don't put any bars.

Mr. KNOWLES: This is the reason you have to have the lock-in provision, is it not?

Mr. CLARK: That is one consideration, yes, although the two are independent really. You see, a lock-in is really related to the employee who moves to another employer or simply stops work and then he will have a deferred annuity credit here. If he goes under a transfer provision, that is quite independent of the locking-in.

Mr. KNOWLES: That is what I meant; the lock-in is provided where there wasn't a transfer of funds. You have been talking about the provision of the Ontario, Quebec and Alberta legislation. Are you going to give us a preview of what we will get here?

Dr. DAVIDSON: When you talk of Ontario, Quebec and Alberta, you are not talking of the Dominion of Canada.

Mr. CHATTERTON: I am not too clear on the workings of the provision as I see it here. It will occur compulsorily after 10 years?

Mr. CLARK: If a person has 10 years of service. Supposing the Governor in Council picks January 1, 1967 as the date under this clause, and a year later an employee left, and at that time he had 10 years' service, then the contributions he had made during 1967 would be locked in, but not those up to January 1, 1967. There has been a great deal of misunderstanding on that point and I might say we have had far more letters on that point than on the question of co-ordination or integration.

Mr. CHATTERTON: But from that date on all contributions will be locked in?

Mr. CLARK: That is provided he is over 45 at the time.

Mr. CHATTERTON: And has 10 years' service?

Mr. CLARK: Yes.

Mr. CHATTERTON: Until the future date when the federal Government passes a pension portability act, is that right?

Dr. DAVIDSON: On the date fixed by the Governor in Council.

Mr. KNOWLES: In this bill with respect to Government pensions what you are talking about is the regulations regarding private pensions in other organizations? Such as the CPR?

The Co-CHAIRMAN (*Mr. Richard*): Any other questions on the portability feature?

Mr. KNOWLES: When you say you would be reluctant to let us have a contract with other companies, could we have the names of the entities with which agreements have been made?