

Chapter 20: Other Provisions

Article 2001: Tax Convention

This provision affirms that the existing tax convention between Canada and the United States continues to be fully operational. Nothing in the Free Trade Agreement affects the rights and obligations resulting from the tax convention.

Article 2002: Balance of Payments

2002 acknowledges each country's rights, now existing under international agreements, to take necessary restrictive actions for balance of payments reasons.

Article 2006: Retransmission Rights

2006 clarifies the understanding that each Party may determine the condition under which the right to equitable remuneration for any retransmission will be exercised. It also provides by 1990 for the establishment of a joint committee to review retransmission issues in both countries.

Article 2007: Advertising in Canadian Periodicals and "Print in Canada"

The final text amplifies upon Canada's agreement to remove the "print and typeset in Canada" requirement in Section 19 of the Income Tax Act. This will enable Canadian publishers to source their printing requirements for Canadian magazines and periodicals with the most efficient and effective printers in Canada or the U.S. and thereby ensure a competitive manufacturing environment for Canadian publishers.

Article 2010: Monopolies

The article provides that either Party may maintain or designate a monopoly. There are obligations to contain the impact of a monopoly on: discrimination in the provision of monopoly goods or services, and anticompetitive practices by the monopolist in any other market.

These provisions protect Canada's current federally and provincially regulated monopolies, and our rights to maintain and create new monopolies. The obligations to provide monopoly services on a non-discriminatory basis, and to prevent the monopolist from using its power to undertake anticompetitive practices in other markets are standard and well-established practices in Canada that will not affect the operation of current or future initiatives.