### Air Canada

Some hon. Members: Ouestion.

The Acting Speaker (Mr. Turner): All those in favour of the motion will please say yea.

Some hon. Members: Yea.

The Acting Speaker (Mr. Turner): All those opposed will please say nay.

Some hon. Members: Nay.

The Acting Speaker (Mr. Turner): In my opinion the yeas have it.

And more than five members having risen:

The Acting Speaker (Mr. Turner): Call in the members.

The House divided on the motion (Mr. Lang) which was agreed to on the following division:

• (1612)

# (Division No. 8)

## YEAS

#### Messrs.

Abbott	Foster	MacDonald (Miss)
Alexander	Fraser	(Kingston and the
Anderson	Gauthier	Islands)
Andras	(Ottawa-Vanier)	MacGuigan
(Port Arthur)	Gillespie	
Andre	Gillies	Macquarrie Maine
(Calgary Centre)	Goodale	Marchand
Baker	Gray	Marshall
(Grenville-Carleton)	Guay	
Baldwin	(St. Boniface)	Mazankowski
Balfour	Guay	McCain
Basford	(Lévis)	McGrath
Beatty	Guilbault	McIsaac
Bégin (Miss)	Halliday	McKenzie
Boulanger		McKinley
Brisco	Hargrave Herbert	Muir
Buchanan	Holmes	Munro
Caccia		(Esquimalt-Saanich)
Cadieu	Holt (Mrs.)	Munro
Cafik	Hopkins Horner	(Hamilton East)
Caron		Murta
Chrétien	Huntington	Neil
Clark	Hurlburt	Nicholson (Miss)
	Isabelle	Nielsen
(Rocky Mountain) Clarke	Jarvis	Nowlan
	Jelinek	Oberle
(Vancouver Quadra) Clermont	Johnston	O'Connell
Collenette	Kempling	Ouellet
Corbin	Knowles	Paproski
Crouse	(Norfolk-Haldimand)	Patterson
Cullen	Korchinski	Penner
	Lachance	Philbrook
Cyr	Lambert	Pigott (Mrs.)
Darling	(Edmonton West)	Pinard
Daudlin	Landers	Portelance
Dawson	Langlois	Poulin
Demers	Laniel	Railton
Dinsdale	Lapointe	Raines
Dionne	Lawrence	Reid
(Northumberland-	LeBlanc	Ritchie
Miramichi)	(Westmorland-Kent)	Robinson
Drury	Lefebvre	Roche
Duclos	Lumley	Rompkey
Dupras	MacDonald	Rooney
Ерр	(Cardigan)	Roy
Ethier	MacDonald	(Laval)

(Egmont)

Sauvé (Mrs.)

[The Acting Speaker (Mr. Turner).]

Schellenberger Sharp Skoreyko Smith (Saint-Jean) Stanbury Stanfield Mess Stevens Stewart (Marquette) Stewart (Cochrane) Stollery Towers Turner

Whiteway Whittaker Wise Wood Yanakis Yewchuk Young—137.

NAYS Messrs

Allard Benjamin Blackburn Broadbent Caouette (Villeneuve) Douglas (Nanaimo-Cowichan-The Islands) Firth Hogan

Knowles (Winnipeg North Centre) McRae Nystrom Peters Saltsman Symes—14.

• (1632)

**Mr. Speaker:** I therefore declare the motion carried. Motion agreed to and bill read the third time and passed.

[Translation]

## **INCOME TAX ACT**

### AMENDING LEGISLATION

Hon. Jean Chrétien (Minister of Finance) moved that Bill C-11, to amend the statute law relating to income tax and to provide other authority for the raising of funds, be read the second time and referred to the Committee of the Whole.

He said: Mr. Speaker, Bill C-11 is now before the House for second reading. Its purpose is twofold: first, to implement amendments to the Income Tax Act as announced by myself on October 20 and as put forward by my predecessor, the hon. member for Rosedale (Mr. Macdonald), in his March 31 budget; second, to increase government borrowing authority.

This legislation is important. It is designed to assist in solving short and medium term economic problems. Tax rebates granted to individual taxpayers will have an immediate effect on consumer expenditures, hence promoting job creation. A number of investment incentive measures will be the basic landmarks for a sustained economic recovery. This legislation will help establish a climate of confidence which business needs badly to plan, expand and overcome problems inherent in changes and readjustments of industry. The bill is clearly directed towards the need to encourage job creation in the private sector, at present and in future. We must direct all our efforts to this purpose, but we must also pass these measures so they will have immediate results.

### [English]

Let me turn to changes in the personal income tax. These measures will reduce by \$500 million the taxes paid by individuals for 1977, and by \$1,200 million for 1978. Together with the indexing adjustment, the changes will reduce by more than \$2 million the income tax of individuals for 1978. The measures affecting individuals include an increase of \$100 in the maximum of the employment expense deduction. It will now become \$250.