The new business relationship changes the way customs interacts with its commercial clients by re-engineering processes and requirements and reducing red tape and paperwork.

This new approach will generate significant savings for clients. The big three North American automakers and the aerospace industry together estimate a \$180 million saving over the next decade, something quite substantial.

This program has been well received by a cross-section of Canadian businesses. Revenue Canada is committed to building a first class revenue administration capable of adapting to new economic and fiscal policies and one in which service is a priority.

I tell the House today that Revenue Canada is an essential instrument and must be capable of meeting these challenges head on as an organization having service, voluntary compliance, and enforcement as priorities. It would make no sense to weaken our response capacity.

The proposed bill will not undermine the effectiveness of Revenue Canada customs or make it play second fiddle to revenue generation. Administrative consolidation will instead strengthen the government's capacity in this important field. It is for these reasons that I recommend the support of Bill C-2.

Mr. Jesse Flis (Parliamentary Secretary to Minister of Foreign Affairs): Mr. Speaker, I congratulate the parliamentary secretary and her minister for bringing this bill in so quickly and congratulate the parliamentary secretary for her emphasis that this bill will look into and put a stop to the illegal entry of criminals, the entry of illegal immigrants and will provide more resources to combat the smuggling of the drugs and the liquor that are coming into this country.

I have said many times before that there is a criminal element taking over the economy of this country. I am glad that this minister and this parliamentary secretary are acting so quickly.

I would like to pose a question based on representations I have received from constituents and other people. When Canadians return to Canada if they have been out of the country a very short time they can bring tax exempt goods back with a maximum value of \$20. If they have been out of the country for 48 hours they can bring goods back worth \$100. If they are away for seven days they can bring back goods worth \$300.

I wonder if this bill does address this. If not, would the parliamentary secretary take representations about looking into increasing the exemptions? Many families come back and they cannot even buy goods for their children for \$100.

My recommendation and their recommendation would be to increase those exemptions perhaps to \$50, \$200 and \$500, or something like that.

Ms. Whelan: Mr. Speaker, I would like to inform the hon. member that this bill does not address that issue but we will certainly take that under advisement and look into it.

Government Orders

(Motion agreed to, bill read the second time and referred to a committee.)

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• (1225)

CROWN LIABILITY AND PROCEEDINGS ACT

Hon. Marcel Massé (for the Minister of Justice) moved that Bill C-4, an act to amend the Crown Liability and Proceedings Act, be read the second time and referred to a committee.

Mr. Peter Milliken (Parliamentary Secretary to Leader of the Government in the House of Commons): Mr. Speaker, I am pleased to rise to introduce debate on the second reading of Bill C-4, an act to amend the Crown Liability and Proceedings Act.

Last summer Canada, the United States and Mexico concluded two agreements which were additional and complementary to the North American Free Trade Agreement. One of these agreements is the North American agreement on environmental co-operation. This agreement commits the three countries to environmentally sustainable economic growth, to effective enforcement by each country of its environmental laws and regulations and to increased co-operation in the development of such laws and regulations.

The other is the North American agreement on labour co-operation which promotes improvement of working conditions in the North American workplace for all workers.

[Translation]

Under these complementary agreements, the three countries must not only enforce their labour and environmental legislation but also correct any pattern of failure to effectively enforce the existing legislation. These complementary agreements have created international obligations for Canada.

[English]

In order to enforce these obligations each agreement provides for the establishment of panels to make findings of fact and determinations. In carrying out these functions a panel may in its determination require a country to adopt an action plan to correct any failures to enforce its own laws or standards. In certain cases the panel determination may require the offending party to pay a fine.

The proposed amendments to the Crown Liability and Proceedings Act, for which the Minister of Justice is responsible, are before us today to permit domestic enforcement by the Federal Court of Canada of determinations relating to Canada's international obligations which may be made by these trinational panels. Without these amendments no mechanism exists in Canadian law whereby our domestic courts can be employed to