

The Budget—Appendix

sharing entitlement of the provinces of Newfoundland, Prince Edward Island, New Brunswick, Manitoba and Saskatchewan. This deduction represented recovery of one-fifth of the overpayment made to those provinces under the 1952 tax-rental agreements on account of an over-estimation of their population as revealed by the 1956 census. By memoranda of agreement with the provinces concerned, the 1952 tax-rental agreements were amended to authorize the recovery of the overpayment in equal monthly deductions from the tax-sharing payments of those provinces over the five-year life of the new agreements.

TABLE 11
(in millions of dollars)

SUBSIDIES AND TAX-SHARING PAYMENTS TO PROVINCES	Fiscal year ended March 31		Increase or decrease (-)
	1959 (estimated)	1958	
Payments under Federal-Provincial Tax-Sharing Arrangements Act, c. 29, Statutes of 1956, as amended, c. 29, Statutes of 1957-58.....	423.2	353.3	69.9
Statutory subsidies.....	20.6	20.6	.....
Transitional grant to Newfoundland.....	1.1	1.4	-0.3
Additional grants to Newfoundland.....	13.6	.....	13.6
Transfer of certain public utility tax receipts Sec. 6, c. 49, Statutes of 1952.....	8.7	7.4	1.3
	467.2	382.7	84.5

Under the proposed Newfoundland Additional Grants Act, pursuant to the report of the Royal Commission on Newfoundland Finances appointed under clause 29 of the Terms of Union, Newfoundland is to receive additional grants for the fiscal years 1957-58 to 1961-62 inclusive. The additional grants for the first two fiscal years, which are payable in 1958-59, amount to \$13½ million.

Statutory subsidies at \$21 million in 1958-59 were unchanged from the previous year.

A summary of payments, by provinces, during 1958-59 is given in the following table:

TABLE 12
(in millions of dollars)

SUBSIDIES AND TAX-SHARING PAYMENTS TO PROVINCES	Fiscal year ended March 31, 1959 (estimated)				Total
	Statutory subsidies	Payments under tax-sharing arrangements	Transitional and additional grants	Transfer of certain public utility tax receipts	
Newfoundland.....	1.6	24.4	14.7	0.3	41.0
Prince Edward Island.....	0.7	6.8	.....	.....	7.5
Nova Scotia.....	2.0	34.9	.....	0.5	37.4
New Brunswick.....	1.7	29.8	.....	0.2	31.7
Quebec.....	3.3	55.0	.....	2.3	60.6
Ontario.....	3.6	93.3	.....	1.6	98.5
Manitoba.....	2.0	33.6	.....	.....	35.6
Saskatchewan.....	2.1	34.3	.....	0.1	36.5
Alberta.....	2.3	46.3	.....	2.2	50.8
British Columbia.....	1.3	64.8	.....	1.5	67.6
	20.6	423.2	14.7	8.7	467.2