

*The Budget—Appendix**Fiscal, subsidy and other payments to provinces*

Payments to provinces in the amount of \$473 million are \$115 million higher than in 1964-65.

However, in addition to the above payments, \$475 million in provincial income taxes collected by the federal government on behalf of the provinces has been allocated to the provincial tax collection agreements account under the terms of the Federal-Provincial Fiscal Arrangements Act. A more detailed explanation of these arrangements is given in the tax revenue section of this Part.

TABLE 21  
(in millions of dollars)

FISCAL, SUBSIDY AND OTHER PAYMENTS TO PROVINCES	Fiscal year ending March 31		Increase or decrease (—)
	1966 (estimated)	1965	
Payments under the Federal-Provincial Fiscal Arrangements Act and the Federal-Provincial Fiscal Revision Act (youth allowances).....	351.2	321.3	29.9
Payments under the Established Programs (Interim Arrangements) Act <sup>(1)</sup> .....	86.7		86.7
Statutory subsidies.....	23.6	23.6	
Transfer of certain public utility tax receipts.....	8.4	9.7	—1.3
Crown Corporations (Provincial Taxes and Fees) Act.....		3.8	—3.8
Payments under the Federal-Provincial Tax Sharing Arrangements Act.....	3.4		3.4
	473.3	358.4	114.9

<sup>(1)</sup> Payments made to the Province of Quebec in respect of opting out agreements.

A summary of payments, by provinces, during 1965-66 is given in the following table:

TABLE 22  
(in millions of dollars)

FISCAL, SUBSIDY AND OTHER PAYMENTS TO PROVINCES	Fiscal year ending March 31, 1966 (estimated)						Total
	Payments under fiscal arrangements	Payments under Interim Arrangements Act	Statutory subsidies	Payments under the Federal-Provincial Fiscal Revision Act (youth allowances)	Transfer of certain public utility tax receipts	Payments under Federal-Provincial Tax Sharing Arrangements Act	
Newfoundland.....	41.6		1.7		0.2	0.3	43.8
Prince Edward Island.....	9.7		0.7		0.1	<sup>(1)</sup>	10.5
Nova Scotia.....	47.3		2.1		0.8	0.4	50.6
New Brunswick.....	42.8		1.7		0.1	0.3	44.9
Quebec.....	<sup>(2)</sup> 136.1	86.7	4.0	4.9 Cr.	2.2	0.1 Cr.	224.0
Ontario.....	16.8		4.6		1.1		22.5
Manitoba.....	27.8		2.1		0.1	0.5	30.5
Saskatchewan.....	28.7		2.1		<sup>(1)</sup>	0.4	31.2
Alberta.....	5.3		2.9		3.1	0.7	12.0
British Columbia.....			1.7		0.7	0.9	3.3
	356.1	86.7	23.6	4.9 Cr.	8.4	3.4	473.3

<sup>(1)</sup> Less than \$50,000.

<sup>(2)</sup> The credit of \$4.9 million under the Federal-Provincial Fiscal Revision Act (youth allowances) will be recovered from this amount.