

Subsection 5.—Subsidies and Loans to Provinces.

Subsidies.—Tables 16 and 17 show the subsidies and other payments made by the Dominion to each of the Provincial Governments for the individual fiscal years ended from 1929 to 1934 (Table 16), and the totals paid from Confederation to 1934 (Table 17). The provincial subsidies payable by the Dominion Government were originally settled by the British North America Act, 1867 (30 and 31 Vict., c.3, s. 118), but were revised by the British North America Act, 1907 (7 Edw. VII, c. 11). Under the revised settlement each Provincial Government receives: (a) a fixed grant according to population and (b) a grant at the rate of 80 cents per head of the population up to 2,500,000, and at the rate of 60 cents per head of so much of the population as exceeds that number. The province of British Columbia received an additional grant of \$100,000 per annum for a period of 10 years from 1907.* An additional grant of \$100,000 per annum is payable to Prince Edward Island under an Act of 1912 (2 Geo. V, c. 42), and the payments to Manitoba were revised by the Extension of Boundaries (Manitoba) Act, 1912 (2 Geo. V, c. 32); in 1931 an amount of \$4,822,843 was paid as a readjustment in lieu of public lands from 1870 to 1908 as provided for in the Manitoba Natural Resources Act, 1930. Other payments to the Provincial Governments by the Dominion Government consist of special grants, such as compensation for lands, allowances for buildings, allowances in lieu of debt, allowances pending reconsideration of subsidies, etc.

*See Canada Year Book, 1907, pp. xxxiii-iv.

16.—Subsidies of Dominion to Provincial Governments, fiscal years ended 1929-34.

Province.	1929.	1930.	1931.	1932.	1933.	1934.
	\$	\$	\$	\$	\$	\$
Prince Edward Island.....	381,932 ¹	381,932 ¹	381,932 ¹	381,932 ¹	381,932 ¹	381,932 ¹
Nova Scotia.....	661,841 ¹	661,841 ¹	661,841 ¹	661,841 ¹	644,256 ¹	653,048 ¹
New Brunswick.....	666,766 ¹	666,766 ¹	666,766 ¹	693,040 ¹	693,040 ¹	693,040 ¹
Quebec.....	2,256,420	2,256,420	2,256,420	2,592,014	2,592,014	2,592,014
Ontario.....	2,642,612	2,642,612	2,642,612	2,941,425	2,941,424	2,941,424
Manitoba.....	1,500,214	1,508,591	6,478,619 ²	1,694,195	1,694,195	1,705,340
Saskatchewan.....	2,047,935	2,063,295	1,938,295	2,112,803	2,112,803	2,128,889
Alberta.....	1,657,188	1,576,685	1,670,435	1,743,159	1,743,159	1,757,317
British Columbia.....	738,817	738,817	738,817	874,561	874,561	874,561
Totals.....	12,553,725	12,496,959	17,435,737	13,694,970	13,677,384	13,727,565

¹For the years 1928, 1929, 1930, 1931, 1932, 1933 and 1934, special grants, pending reconsideration of provincial subsidies, were granted to Nova Scotia, New Brunswick and Prince Edward Island as follows: Nova Scotia \$875,000, New Brunswick \$600,000, Prince Edward Island \$125,000 (not included in above table).

²\$4,822,843 of this amount was on account of readjustment of subsidy in lieu of Public Lands from 1870 to 1908, as provided for in the Manitoba Natural Resources Act, 1930.

17.—Total of Subsidy Allowances from July 1, 1867 to Mar. 31, 1934.

NOTE.—From p. 89 of the Public Accounts for 1934.

Province.	Allowances for Government.	Allowances on basis of Population.	Special Grants. ¹	Interest on Debt Allowances. ²	Total.
	\$	\$	\$	\$	\$
Prince Edward Island.....	3,720,000	5,225,441	4,664,304	2,564,056	16,173,802
Nova Scotia.....	7,530,000	23,312,010	826,980	3,182,711	34,851,700
New Brunswick.....	6,890,000	17,778,076	9,780,000	1,397,635	35,845,711
Quebec.....	9,280,000	82,431,533	—	5,196,792	96,908,325
Ontario.....	9,680,000	102,078,988	—	4,886,104	116,645,092
Manitoba.....	6,735,000	16,748,585	19,894,233	13,350,620	56,728,438
Saskatchewan.....	5,496,667	15,303,613	17,031,250	11,755,875	49,587,405
Alberta.....	5,156,666	11,945,643	15,093,750	11,755,875	43,951,934
British Columbia.....	6,130,000	12,177,367	7,300,000	6,846,300	27,453,668
Totals.....	60,618,333	287,001,256	74,590,517	55,935,968	478,146,075

¹Compensation for lands and allowances for buildings.

²Allowances in lieu of debt.