

## 18.—Individual Subsidy Allowances by Province, Years Ended Mar. 31, 1956 and 1957

(Thousands of dollars)

Year and Subsidy	Nfld.	P.E.I.	N.S.	N.B.	Que.	Ont.	Man.	Sask.	Alta.	B.C.	Total
<b>1956</b>											
Allowance for governments.....	180	100	190	190	240	240	220	220	220	220	2,020
Allowance on basis of population.....	289	87	514	413	2,933	3,259	656	697	820	932	10,600
Interest on debt allowance.....	—	39	53	26	128	142	382	405	405	29	1,609
Special Grants—											
Additional Annual Subsidy—											
Statutes 1949, c. 1.....	1,100	—	—	—	—	—	—	—	—	—	1,100
Statutes 1942, c. 14.....	—	275	1,300	900	—	—	—	—	—	—	2,475
Statutes 1887, c. 8 and R.S. 1927, c. 12.....	—	20	—	—	—	—	—	—	—	—	20
Statutes 1912, c. 42.....	—	100	—	—	—	—	—	—	—	—	100
In lieu of public lands.....	—	6	—	—	—	—	562	750	750	100	2,168
In settlement of steamship services claims.....	—	30	—	—	—	—	—	—	—	—	30
In lieu of export duty on lumber....	—	—	—	150	—	—	—	—	—	—	150
<b>Totals, 1956.....</b>	<b>1,569</b>	<b>657</b>	<b>2,057</b>	<b>1,679</b>	<b>3,301</b>	<b>3,641</b>	<b>1,820</b>	<b>2,072</b>	<b>2,195</b>	<b>1,281</b>	<b>20,272</b>
<b>1957</b>											
Allowance for governments.....	180	100	190	190	240	240	220	220	220	220	2,020
Allowance on basis of population.....	289	87	514	413	2,933	3,259	680	705	899	932	10,711
Interest on debt allowance.....	—	39	53	26	128	142	382	405	405	29	1,609
Special Grants—											
Additional Annual Subsidy—											
Statutes 1949, c. 1.....	1,100	—	—	—	—	—	—	—	—	—	1,100
Statutes 1942, c. 14.....	—	275	1,300	900	—	—	—	—	—	—	2,475
Statutes 1887, c. 8 and R.S. 1927, c. 12.....	—	20	—	—	—	—	—	—	—	—	20
Statutes 1912, c. 42.....	—	100	—	—	—	—	—	—	—	—	100
In lieu of public lands.....	—	6	—	—	—	—	750	750	750	100	2,356
In settlement of steamship services claims.....	—	30	—	—	—	—	—	—	—	—	30
In lieu of export duty on lumber....	—	—	—	150	—	—	—	—	—	—	150
<b>Totals, 1957.....</b>	<b>1,569</b>	<b>657</b>	<b>2,057</b>	<b>1,679</b>	<b>3,301</b>	<b>3,641</b>	<b>2,032</b>	<b>2,060</b>	<b>2,274</b>	<b>1,281</b>	<b>20,571</b>

**Taxation Agreements.**—Early in World War II, in order to provide revenue for heavy national expenditures and at the same time control inflationary tendencies, the provincial governments vacated the income and corporation tax fields in favour of the Federal Government for the duration of the War and a limited period thereafter, after agreeing to the terms of a tax rental fee from the Federal Government. These Agreements of 1942 were succeeded by Tax Rental Agreements 1952. Under the 1952 Agreements, all provinces except Ontario and Quebec agreed to lease their personal and corporation income taxes, special corporation taxes and succession duties to the Government of Canada in exchange for a rental fee. Ontario, which had not entered into the 1947 Agreements, also agreed to lease personal and corporation income taxes and special corporation taxes