



COMMUNIQUE

TERRITORIAL FORMULA FINANCING

ST. JOHN'S, July 28, 2006 – Premiers reinforced their support for moving immediately to implement the recommendations of the Federal Expert Panel on Territorial Formula Financing, including replacing the fixed pool under the new framework with a formula-driven approach.

The federal government has the responsibility, through Territorial Formula Financing, to ensure that territorial governments have sufficient revenues to provide reasonably comparable levels of public services at reasonably comparable levels of taxation.

Premiers agreed that the territories should be the primary beneficiaries of their resource revenues.

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