

LEGISLATIVE ASSEMBLY OF THE
NORTHWEST TERRITORIES

8TH ASSEMBLY, 62ND SESSION

TABLED DOCUMENT NO. 26-62

TABLED ON May 18, 1977



GOVERNMENT OF THE NORTHWEST TERRITORIES
CANADA

PLEASE QUOTE
FILE 62 000 000

MAY 17 1977

*Tabled Document 26-62
Funding of Co-operatives
17 May 1977.*

*Tabled Document No. 266
Tabled May 18, 1977.*

MINISTER OF ECONOMIC DEVELOPMENT AND TOURISM

This refers to Mr. McCallum's query of 12 May regarding the recent article appearing in the Edmonton Journal concerning funding of co-operatives. The following is the information requested.

The Bureau of Management Consultants' recommendations cover a period of five years for the northern co-operative system, which includes Quebec and the Northwest Territories.

Human Development	\$1,595,000.
Operations Support	1,774,000.
Working Capital Contributions	<u>3,868,000.</u>
	\$7,237,000.
Net Sea Lift Loans or Guarantees	<u>5,349,000.</u>
	\$12,586,000.
Long Term Debt	<u>2,072,000.</u>
	<u>\$14,658,000.</u>

Note: Long term debt was recommended from various sources, mostly conventional such as banks. If not available from conventional sources no doubt the Eskimo Loan Fund would be approached.

Voted by Treasury Board for the first year:

Human Development (as recommended)	\$ 455,000.
Operations Support (as recommended)	383,000.
Working Capital Contributions (recommendation was \$3,042,000.)	1,440,000.
	<u>\$2,278,000.</u>

Sea Lift not determined as yet but anticipate \$3.2 million will be approved.

Number of direct employees (not including cottage industry workers who market their work through co-operatives):

Co-operatives	382
Canadian Arctic Co-op Federation	<u>29</u>
	<u>411</u>

Dollar value of salaries and wages \$2,145,000.

Estimated direct benefit to cottage industry - \$1 - 1.5 million (in addition to salaries and wages).

Total sales - 1976 \$12,034,000.
Net savings - 1976 \$ 492,700.

I. C. Stewart

I. C. Stewart,
Director,
Department of
Economic Development
and Tourism.

May 18/77
[Signature]

Inuit co-ops get funds

OTTAWA — The federal government will give Inuit co-operatives \$15 million in grants, loans and bank loan guarantees over the next five years, the department of northern affairs said Tuesday.

This year, the Inuit co-ops will receive \$2.2 million in a grant and \$6.6 million in loans and bank loan guarantees. Co-ops are the North's largest employer of Inuit people, providing jobs for 700 and paying out \$275 million a year in salaries.