

YUKON TERRITORIAL COUNCIL

fourth session 1962.

VOTES AND PROCEEDINGS

VOTES AND PROCEEDINGS  
of the  
COUNCIL OF THE YUKON TERRITORY

Tuesday, July 24th, 1962.  
2:20 o'clock P.M.

The fourth session of the Council for the year 1962, being the fifth session of the Nineteenth Wholly Elective Council of the Yukon Territory, was convened in the Council Chambers at 2:20 o'clock P.M. on Tuesday, July 24th, 1962, the Members having previously been sworn and taken the Oath of Allegiance.

The Members present were:

Mr. J.O. Livesey - Carmacks-Kluane - Speaker  
Mr. G.O. Shaw - Dawson  
Mr. D. Taylor - Watson Lake  
Mr. J. Watt - Whitehorse - West  
Mr. K. McKinnon - Whitehorse - North  
Mr. H.E. Boyd - Whitehorse - East

Absent: Mr. R.L. McKamey - Mayo.

The Speaker was ushered into the Council Chambers by the Sergeant-at-Arms.

Commissioner Cameron was ushered into the Council Chambers by the Sergeant-at-Arms and gave his address:

Commissioner Cameron: Mr. Speaker, Members of Council, I have called you together again today to ask you if you can possibly reconsider your decision of yesterday for the Festival in light of possible new facts and again I would ask if I may join you and ask you to carry on.

Mr. Speaker: I will now call Council to order. Yesterday I explained the situation to you with regard to the special session and I will now draw your attention to the same situation. The session today has been called for the purpose of new discussions and I will read the daily routine as far as notice of motion and resolution and at this stage, I would like to ask Mr. McKinnon to take the Chair.

Mr. Shaw: Mr. Speaker before introduction of Bills perhaps I should make a motion to validate the process of putting through the Bills in the same form as has been done in the previous session.

Mr. Speaker: At the moment we have no Bill before us and need not consider that until later on. I would ask Mr. McKinnon to take the Chair as Deputy Speaker.

Mr. Livesey (With Deputy Speaker in the Chair): Mr. Speaker, Members of Council, I have at this time a resolution which I wish to introduce, seconded by Mr. Boyd. As this is a special session and one which may not require the usual rules of Council, I would respectfully ask you for your indulgence when I ask that we today remove, or otherwise do away with the usual rule of twenty-four hour notice on my resolution and I respectfully now ask for this assent and direction.

Mr. Deputy Speaker: You have heard Mr. Livesey ask that the twenty-four hour notice be waived for this special session. With all Members in agreement, I declare the request carried.

Mr. Livesey (with Deputy Speaker in the Chair): May I now proceed to read the resolution to you and discuss the situation that we have been called upon to discuss this afternoon, Mr. Speaker?

Mr. Deputy Speaker: You may Mr. Livesey, proceed with the resolution.

Mr. Livesey (with Deputy Speaker in the Chair): Mr. Speaker, Members of Council, as you know, we had a very tough session yesterday and a tremendous amount of data was gone over. We were up against a situation which I considered quite unfair to the Council and what I considered yesterday, I in no way retract. I will read the resolution to you, but before I do so, I would like to point out that this is something which came up this morning after listening to a number of people discuss a number of questions which I as a Councillor had no knowledge of in the operation of "Foxy" and I doubt if we would get all the facts and information if we stayed here another week. This resolution is by no means a retraction of what I stated yesterday, nor is it reconsideration. This is merely some means, I feel, of trying to help those who will be hurt by the cutting off of funds for the operation of "Foxy" before August 17th. I am not saying this is the answer or a solution, what I am saying is, it is a possible solution and being a human being, I can make errors and I may have made some in here. You may not agree with what I have thought out, but I can assure you that I have thought a number of hours on this trying to think up a way out of the mess Council is in in regard to "Foxy". (Resolution as read is set out as Sessional Paper No. 1) Now I am going to submit this motion to you for your perusal and discussion and I wonder Mr. Speaker if we may discuss this question in Committee, in order that we may ask for witnesses to fully discuss what I have tendered to you and submitted to you for your approval.

Sessional  
Paper  
No. 1.

Mr. Deputy Speaker: Gentlemen, I believe that such a resolution, being quite detailed, should definitely go before Committee of the Whole for discussion and I believe that a motion would now be in order for Committee to meet.

Moved by Mr. Taylor, seconded by Mr. Boyd, that Mr. Speaker do now leave the Chair and Council resolve itself into Committee of the Whole for the purpose of discussing the resolution which is now before us.

Motion Carried.

Mr. Deputy Speaker: Before leaving the Chair, I would definitely like you Gentlemen's direction on the appointment for Chairman of Committees. I feel myself that I would like to enter more fully into the debate on this whole picture and I believe one finds himself more or less restricted when he finds himself as Chairman of Committees and I would ask your advice as to who would be an effective appointment of Chairman of Committees.

Mr. Shaw: Mr. Speaker, I was Chairman of Committees for some time. I decided I no longer wanted to be Chairman of Committees and handed in my resignation, whether it was accepted or not. I feel one can always ask for a job. One has the power of

asking for something, but not always of giving something that is asked for. They also have the power of turning down a position. I feel that if a person wishes to be Chairman of Committee or if he wishes to decline that position, that would be his privilege also.

Mr. Deputy Speaker: I believe in this situation the onus is left upon me as I am now in the Speaker's Chair, to appoint a Chairman of Committees and I find this a very difficult thing to do. I certainly think that the Chairman of Committees has a definite purpose in keeping the Council flowing in a fluid purpose and in a matter of progress and I do not believe that Mr. Speaker, I beg to be corrected, can appoint himself as Chairman of Committees. I definitely will not appoint myself.

Mr. Livesey (with Deputy Speaker in the Chair): If you wish me to return now as Speaker, I will solve your difficulties for you.

Mr. Deputy Speaker: Mr. Livesey, that is entirely what I am afraid of, but I will accept.

Mr. Speaker resumed the Chair.

Mr. Speaker: Thankyou Mr. McKinnon. These positions are not difficult, they are meraly uncomfortable. I will appoint Mr. McKinnon as Chairman of Committees. I think he is quite capable. If Mr. McKinnon wishes to be relieved at any time, to speak his mind, he may merely indicate so and I am sure someone will take over for him and he may discuss whatever he thinks is necessary. I do now leave the Chair as the resolution has now been passed.

In Committee of the Whole:

Mr. McKinnon, Chairman of Committee: I thank Mr. Speaker for his remarks and hope any of you Gentlemen will be willing to take the Chair. There are certain misapprehensions and misgivings about the job which we had placed before us which never were fully explained to us and I would ask Mr. Riezebos to come before Council. I have had budgets and revised budgets placed before me and not being any financier, I think it would be advisable to have Mr. Riezebos come before us and explain the budget and explain where the \$62,500.00 will come into effect on this budget.

Committee agreed and Mr. Riezebos was asked to attend Committee.

Mr. McKinnon: Mr. Riezebos, you sat before us yesterday afternoon but were not called upon to explain the audit that you had prepared and I wonder if you would be willing to give Council an outline of this budget and also specifically this amount of \$62,500.00 where it is in the budget and where it will be used.

Mr. Riezebos: To start off - first, there has not been an audit done, which I think we should clarify right at the start. I think the one thing which has to be kept in mind is that this states estimates, which is all we can do, based on what has transpired at this point and what we can expect to accrue if this Festival should run until the 18th of August. We have dated it as August 31st, because we felt if the Festival runs to the 18th it will take about two weeks to clear everything up.

Mr. Livesey: My resolution is not with regard to the Festival. My resolution is in regard to the play known as "Foxy".

Mr. McKinnon: This is specifically why I asked Mr. Riezebos before Committee because I believe there was a certain amount of misgiving as to where this was to be applied. As I understand it, it was to be specifically applied to the play and not the Festival.

Mr. Riezebos: On this estimated cash position, there is a cost of "Foxy" of \$258,975.00. This outlines how that figure was arrived at. This original \$136,475.00 is the moneys which have been spent to date. The \$62,500.00 is moneys required in order to meet the committment of \$17,500.00 a week to meet the payments. I do not know how this \$62,500.00 came about and I would suggest that you ask Mr. MacKenzie to explain this.

Committee agreed and Mr. MacKenzie was asked to attend Committee.

Mr. MacKenzie: This \$62,500.00 represents four weeks at \$17,500.00. That is \$70,000.00 in all, less the amount of money available at the time which was unallocated. That was \$17,500.00.

Mr. Shaw: Is this amount of money definite? It pays the cost of the show itself up to August 17th or 18th, is that correct? The money is available to pay for it?

Mr. MacKenzie: Yes, that is my understanding.

Mr. Taylor: Might I ask Mr. MacKenzie if he foresees additional costs in the operation of "Foxy" and if so, does he see a means by which this may be met other than an implication of the Yukon Council.

Mr. MacKenzie: That is a difficult question to answer. There are so many angles involved. All you can rely on is that the salaries are \$17,500.00 a week and you need \$62,500.00 to meet that. One cannot estimate really accurately what revenues will be. We have to calculate very conservatively, which has been done in the statement given to you yesterday.

Mr. McKinnon: One question which was not clear in my mind yesterday. The addition to the picture of this \$62,500.00 under the terms of the guarantee. This can go nowhere but to "Foxy". The second question, there definitely are going to be further committments to the whole of the Festival in the future and we are not certain right now where these funds are coming from. I would like to ask Mr. Nielsen to come before Council. He started to give us a picture yesterday on where these funds were coming from and I would like to ask him to explain to us where these funds are coming from.

Mr. MacKenzie: I believe I can answer that. We have at the moment \$15,000.00 unallocated and I believe Mr. Nielsen told Council yesterday, he had arranged to receive gifts to the tune of \$15,000.00. That is a total of \$30,000.00 found yesterday. It may be that our estimate of revenue is on the low side, in which case there is more money there. It may be that our estimate of expenditure there is on the high side.

Mr. Nielsen was asked to come before Committee.

Mr. Watt: Mr. Nielsen, do you have anything to add to the question?

Mr. Nielsen: Thankyou Mr. Chairman, I think it is extremely important to be as precise as possible with regard to any arrangements made for the continuation of "Foxy" and to inquire about anything that has gone on in the past. I am sure Mr. MacKenzie has no intention other than to make things as precise as possible. You will notice Mr. MacKenzie used the past tense when he said there was \$7,500.00 available at the time. I do not believe that \$7,500.00 is available now.

Mr. MacKenzie: I have just said there is \$15,000.00 in the bank.

Mr. Nielsen: That particular \$7,500.00 is not available now. I believe it has been spent. This calculation of \$62,500.00 was calculated as that amount which when added to the \$7,500.00 was required to complete "Foxy" and I do not think there should be any room for misunderstanding on that now. The \$62,500.00 which was the figure given to me when I left for Ottawa on the 12th was the best amount that could be given to me at the time. I do not believe personally that the \$62,500.00 is going to carry "Foxy" through to completion, because while that pays \$72,000.00 for the Company it does not pay off the Stage Hands or other expenses for the production of the show and this expense has to come out of Foundation moneys. Mr. MacKenzie says there is \$15,000.00 available and I have another \$15,000.00. These moneys will be used for general Festival purposes. I understand that the sum of \$13,900.00 of current accounts was paid about three or four or five days ago and whether that has come off that \$15,000.00 I am not aware. In any event Mr. Riezebos must have a projection of the amount that it is necessary to pay to stage hands and others apart from the alaries and wages of the company itself. I think it is very necessary to have this projection.

Mr. MacKenzie: The \$13,900.00 has not been taken off the \$15,000.00. That is money in the bank available now.

Mr. Nielsen: What I was worrying about is the amount of liabilities which stand against that \$15,000.00 which must be paid in order for the show to continue. I may be wrong in that amount. This is the type of thing it is necessary to know in order to carry a show through to completion.

Mr. MacKenzie: It is impossible to see what has been spent. We have no books and very inadequate information, so you can only be approximate.

Mr. Livesey: I believe the reason that the Bill was thrown down yesterday was for a number of reasons, but one of the most important was the fact it was some form of blanket situation whereby you ask for so much money. There was no guarantee as to this being the end. There is no way for the Council to know when it will be called back for more money. That was the situation yesterday. Obviously the situation is quite clear, because at the previous session we made it possible for \$150,000.00 to be spent. Then we got another request for \$62,500.00. This is what we threw out yesterday. That is one of the reasons why it was thrown out. No one in his right mind could even think of such a situation. Here we have an attempt at a solution. This is an attempt to get this thing down on the ground, so that the Council and the Financial Advisory Committee which I might say were ignored with respect to the whole situation, so that they can take some cognizant control of the solution to "Foxy". That is where the solution arose to keep "Foxy" to the closing date and the Lord knows what may arise if they are suddenly cut off. That is the

situation. We are going to get down to it on a controlled basis and the Financial Advisory Committee should have some control over this money. I am sure Council will agree. This has been presented to you as a possible solution and I hope you are going to agree with some control over this situation. This is what we need until the whole nightmare has passed.

Mr. Nielsen: Could Mr. Riezebos give us a picture of what will be needed other than the \$17,500.00 needed to carry this each week?

Mr. Riezebos: The only addition to the \$17,500.00 is another \$3,000.00 per month for stage hands' salaries.

Mr. Watt: May I ask what is the total sum that you wish to have voted?

Mr. Riezebos: Don't ask me what I wish to have voted. I am just here to answer questions and I cannot answer that.

Mr. McKinnon: We were told we have a grant of \$62,500.00 which can only be applied to "Foxy". We also know additional funds are going to be needed for additional reasons, part of this being stage hands. I would like to know, even if the Financial Advisory Committee does control the \$62,500.00, how are we going to be guaranteed the further moneys which are going to be needed to carry the rest of this. I believe Mr. Nielsen had some plan yesterday.

Mr. Nielsen: I said I thought I could raise some funds myself, but I cannot sit here and say Gentlemen, I am going to go out and raise as much money as is needed to complete the show. This cannot be given. I do not think it is a one man show for raising funds. I think anyone who has any interest and sympathy for the show should be doing their own bit to raise funds for this very worth while purpose. I am prepared to do my own bit and I have already tabled my interest. There is \$15,000.00 available to put toward these other expenses, other than the \$17,500.00. Is that going to be enough for "Foxy"? Mr. Riezebos says \$3,000.00 a month. Will it require \$3,000.00 until August 18th, or will it require more?

Mr. Riezebos: It would appear that stage hands' salaries are \$685.00 a week. There are two stage hands drawing \$80.00 a week and seven drawing \$75.00 a week. This comes to \$685.00 a week. Our original charge would be \$2,740.00 based on the usual run.

Mr. Nielsen: Are there any other expenses directed to the production of "Foxy" other than the salaries and wages and payment of stage hands and if so what do they amount to? Perhaps Mr. Minter knows.

Mr. McKinnon: I am in agreement to call Mr. Minter. I would like to know what, over this \$62,500.00 it is going to cost to keep the Festival going. We have \$15,000.00 already promised. Is that enough? Are we going to need more? If so, how are we going to raise the rest?

Mr. Nielsen: I drew the distinction between the cost of the Festival and the cost of keeping "Foxy" going. I was given to understand that \$62,500.00 was the sum required to keep "Foxy" going and as I listened to the resolution read today it concerns itself only with the continuation of the play. The sum required to keep the Festival going, which includes overhead of the "Keno" and Pam Hyatt and Bob Darch, all costs

which are not related to the continuation of the show "Foxy". The Treasury Board refers to and the telegram which Commissioner Cameron has received speaks of the \$62,500.00 being guaranteed for the continuation of "Foxy". There is a very distinct line which has to be drawn here between the two groups of expenses. As far as the \$15,000.00 I raised is concerned, this was on the pitch that we were keeping the show going. Both are required to be used, but I think we should keep the two separate.

Mr. MacKenzie: May I make a comment? "Foxy" has three weeks to run. Costs are stated at \$17,500.00 a week. That is only \$52,000.00, so there is an amount now of \$10,000.00 which would allow us to take care of the figure which was worked out some time ago. \$62,500.00 was the figure needed at the time, but time has passed.

Mr. Nielsen: It has been carried that extra week on the strength of the \$15,000.00 that I got.

Mr. Livesey: If we are discussing the resolution before you, the resolution simply states continuation of the play "Foxy" and states the definite amount of \$62,500.00 in paragraph 7.

Mr. McKinnon: I had some question in mind as to whether this \$62,500.00 was going to be enough and this question has been answered to my satisfaction. I think if no one has any more questions, we can discuss the resolution.

Mr. Watt: Am I to assume that this is not enough if it is voted?

Mr. Nielsen: I was given to understand that \$62,500.00 would carry "Foxy" through to completion. My understanding now is that it is going to be at least \$2,500.00 more than that. I may be out of line. I am not an expert in accounting. We have Mr. Riezebos here and he could advise us if this is enough to carry it through.

Mr. Riezebos: We have to get into this show business just a little bit again. Originally we thought the cost of the stage hands was to be born by the producers. However, we found out it is customary that the theatre operators supply stage hands and we found that this had fallen to us rather than a cost to the producers. It has been included in the budget rather than in the cost of "Foxy". This is the way the thing has been figured out. This staff is for operation of the Festival. Certainly it could be placed as an additional cost of "Foxy". To boil this down to specific figures I would like to ask a question. I understand it is paid out each week. If you took this \$62,500.00 and you said to Mr. Stage Producer, here is \$62,500.00. Does it insure us to have this play going until August 17th. Mr. Gilkey would say yes, but it would not insure that there would be people back stage to raise the curtain.

Mr. Boyd. I would say this should be part of the expense of the play. We certainly need stage hands.

Mr. Nielsen: If Mr. Riezebos or Mr. MacKenzie could say whether or not the \$15,000.00 I have raised privately will be enough to pay any other expenses to August 17th, in connection with keeping the play going.

Mr. Riezebos: I cannot answer this off the top on my head. It is brought out to get an idea of what our liability is. If we took a chop now, this \$15,000.00 would come very close to doing this, but it would be ignoring other liabilities.

Mr. Boyd: What other expenses are there to keep this "Foxy" in operation?

Mr. Riezebos: To my knowledge, no more.

Mr. Boyd: That should cover the cost.

Mr. Watt: What is the extent of the previous responsibilities which may have claim? What is this responsibility?

Mr. Riezebos: I just do not have this at my disposal at this point.

Mr. Shaw: That has nothing to do with "Foxy".

Mr. Nielsen: There is a person who would know and that is Mr. Minter.

Mr. McKinnon: I am in full agreement to have Mr. Minter to discuss whether this is enough to keep "Foxy" going until the 17th of August.

Mr. Minter was asked to attend Committee.

Mr. McKinnon: Mr. Minter this Committee would like to know once and for all, whether this \$62,500.00 which the Territorial Government is being asked to pass on to keep the show going until August 17th will be enough.

Mr. Minter: I think what I would like to do first is to confer with Mr. Riezebos. Why don't we figure how many weeks the show has to go? Three times \$17,500.00 is how much money it is going to cost to run the show as far as Mr. Gilkey is concerned, \$52,500.00 for running the show for the remaining three weeks. That is, commencing next Monday, August 4th. Now the additional expense is the cost of stage hands for three weeks, which is \$2,055.00, added to the \$52,500.00 is \$54,555.00, which runs "Foxy" until August 17th, complete with stage hands. The other expenses in connection with the theatre would be house manager and janitor services. Whether you want to consider these a part of the play, I do not know, but as far as I can see, \$54,500.00 will do everything.

Mr. Taylor: I would like to ask Mr. Minter what steps have been taken to control the financial situation in Dawson City? I understand our Territorial Treasurer has been appointed controller and I would like to know what position Council and the Yukon administration are in with regard to these expenditures. Who has control of the financial situation at the present time?

Mr. Minter: You will recall at the previous meeting when I was called down by the Commissioner to provide any information I could to the Councillors, with respect to the situation at Dawson, I covered the difficulties we had in assessing the situation from the 15th of June, on up to the time of the show opening. We had a fairly accurate set of figures covering what we knew at that particular point. Subsequently, \$150,000.00 was made available to the Festival and at the same time a controller was put on the purse strings, a Mr. Fraser of the Territorial Government under the direction of the Territorial Treasurer was sent to Dawson City where he set up a payroll system and an employment system, so that no one pays anyone without his initials. That has been in existence for two weeks. At the same time it was recognized that the Festival itself had no books, so Mr. Riezebos' firm provided an accountant and he is in Dawson looking after the accounts and he works very closely with the Territorial Government Treasurer.

Mr. Nielsen: I think it should be advised that the Federal Government sent an auditor in to assist.

Mr. Minter: Mr. Charleton came up with the Minister and gave advice, but he gave no help in accounting up to date.

Mr. Riezebos: He just gave us assistance in setting up controls in keeping expenses down. When he was satisfied, he departed, but he was of assistance.

Mr. Taylor: Mr. MacKenzie is controller. I would like to know if Mr. MacKenzie feels in his own mind that the situation is more or less in hand. Do you exercise full control Mr. MacKenzie?

Mr. MacKenzie: Mr. Fraser is the controller and has been appointed by the Foundation. He is a Federal employee, I am merely a watchdog. I have arranged to receive financial statements every week. The duties of the controller have been set out by me in a memorandum which anyone can see if they wish to. As to the latter part of Councillor Taylor's question, I would say the system set up is perfectly adequate if it is carried out correctly. Purchase of goods and services and travel of any foundation officials, everything has to be approved by him.

Mr. Shaw: I would like to ask the mover and the seconder of the motion, and Members of Committee, (in view of what we have been informed, that the total amount of \$52,500.00 is needed), if they would include on this resolution for the operation known as "Foxy" take under advisement, providing the money is available, to pay the stage hands and the janitor. You must have someone to clean up the place. I wonder if that could be included in the motion because actually it is still part and parcel, up to the amount as stated.

Mr. Taylor: Mr. Chairman, it would appear to me that this is, in effect, a direct relative expenditure to "Foxy", otherwise why would the Dawson Festival Foundation be supplying the stage hands? It would be the Theatre Exchange.

Mr. Minter: The stage hands are provided by the Dawson Festival Foundation. They are labour hired by the stage manager for the job of moving the scenery. They are paid out of Dawson Festival funds.

Mr. Nielsen: I only raised this question because of the seventh clause of this resolution. I think it important that the Councillors should know what the show known as "Foxy" covers. I think all members should be quite clear that it is not just wages and salaries of the Company.

Mr. Shaw: May I ask the mover of this motion if his understanding was that it be just actors, or does it take in the people who move the scenery around or the people who are the janitors.

Mr. Livesey: It is understandable that any Company operating a show of that size will necessarily need stage hands to move the scenery and I would definitely say in my own viewpoint that they are part of the operation of the show known as "Foxy", but these things are not the show known as "Foxy" but where that line may be drawn in order that it may be properly discussed before Committee. Listening to some of the discussions here covering this question it seems to me that the amounts calculated as being necessary are somewhat less than \$62,500.00 at the moment of discussion, am I correct?

Mr. McKinnon: I believe Mr. Minter has answered that, it would more than suffice.

Mr. Minter: It would seem to. I am just picking out a list of people who would devote their attentions to the theatre including stage hands, theatre manager, the watchman and the door man. It runs around \$4,000.00 a month for physical labour, so that would add another thousand dollars to this amount. You can string it on and on. There is light, sewer, and water. You could add these on. It all contributes to the show, but these were not expenses which were normally considered to be part of the show itself. This is the kind of detail one has to give consideration to before you can say what the cost will be.

Mr. Nielsen: Of the \$62,500.00 the Government made available and the \$15,000.00 I have shaken loose, this amounts to \$77,000.00. Is this enough to keep the show and all fringes going to the 18th?

Mr. Taylor: I have a question with regard to the guarantee. We had yesterday a question of the validity of this \$62,500.00. I wonder if Commissioner Cameron could table the authority for, or any information relative to where this money is going to come from and upon whose authority?

Commissioner Cameron: I have no further information to table. I can give you each a copy of the wire. Possibly I might try and add a little light to this \$62,500.00. At the time this figure was handed to Mr. Nielsen, it was decided there was \$7,500.00 still not earmarked. It was realized that there was \$70,000.00 for four weeks, which came out to the \$62,500.00. When Mr. Nielsen went east this was the figure he went east with. In the meantime it was found that the stage hands were not paid

Wire set  
out as  
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Paper #3.

under this contract. It was my opinion that this was four weeks of the Festival at \$17,500.00 a week. I think everyone assumed that the stage hands were being paid under this price. Mr. Nielsen called back in and found \$15,000.00 which would continue this week, plus another \$5,000.00. It is now found that we do not need \$62,500.00, but we used the \$15,000.00.

Mr. McKinnon: This question has been answered to my satisfaction. If any of you Gentlemen have no more questions of these witnesses can we excuse them?

Mr. Livesey: The intent of the resolution which we are discussing here is to get something down in black and white, so that we know where we are going, so that we know what is being spent. If any Councillor here feels that it has not been counted to the last detail, I suggest that anything that is not in it or that any member feels would make this a little more solid, then I most heartily recommend that this be added to the resolution. Everything was all up in the air playing us on such a broad scope it was bending in eighteen different places. I suggest we keep a keen eye on this and make sure we have everything in black and white before we make a decision on this.

Mr. Taylor: Yesterday I raised the question of the validity of this \$62,500.00 which was to be forthcoming. I note here this wire has specified where this money is to be put. It says this will confirm guarantee of Treasury Board etc. etc. Obviously this money is earmarked for the play and nothing else. It cannot go into the Festival or anything else and certainly stage hands could not be included. I do not think it is necessary to add it to the resolution.

Mr. Shaw: On studying this resolution, if you will look on the preliminary section of paragraph three it states "In order to complete the arrangements to continue the operation of the play known as "Foxy" until its closing date." If we refer to section 1 of the resolution, we find "That payments to be made by the Administration shall cover only the deficit of the show known as "Foxy" exclusive of all other commitments."

Moved by Mr. Shaw, seconded by Mr. Taylor, that clause no. 1 of the resolution be changed to read "That payments to be made by the Administration shall cover only the deficit of the operation of the show known as "Foxy" exclusive of all other commitments."

Mr. Livesey: I would like to discuss the motion. Would the mover of the motion consider that that was sufficient in view of the possibility that a number of people may have a different opinions as to what is the operation and what is not.

Mr. Shaw: If we look at Clause 5, it states that it shall be understood that the Financial Advisory Committee is in full control of all payments covering each weekly deficit payment and where a difference of opinion arises in Committee, the rules and constitution of the Committee shall apply in full. That would appear to me to fairly well cover the situation. If there is any doubt I would be quite amenable that we could say shall cover stage hands and ticket takers and floor sweepers and so on of the actual theatre. I do not believe

it is necessary, but I am amenable.

Mr. Livesey: Thankyou. That covers the point I raised. Clause 5 means also, payment cannot be made without the assent of the Advisory Committee, and also if there is any difference of opinion between one member and another the rules shall apply, one of the rules being that any member may call a meeting of the Financial Advisory Committee to settle any differnce of opinion.

Mr. McKinnon: If the whole of the resolution were accepted by the Committee it would naturally follow that it would be in the hands of the Committee to decide what payments would be made to cover the show known as "Foxy". I think anything else is extraneous.

Mr. Taylor: We have added the words "the operation of" in the Clause 1 and it appears that it was only an oversight on the part of the persons preparing and drafting the agreement, as the word operation occurs in section 6, 7, and 8 and I would ask that the question be put to the motion.

Motion Carried.

Mr. McKinnon: Gentlemen. Is there any further debate on the resolution?

Mr. Watt: In Commissioner Cameron's summing up of the operation is he suggesting that the \$62,500.00 is not enough?

Commissioner Cameron: In answer to that, I tried to explain before, the \$62,500.00 was based on the fact that it would take \$70,000.00 to run for four weeks. This is a cheque for \$17,500.00 a week to one man. At a later date we found we had to support the stage hands. The figures that we have seen show it to be considerably more expense than just the \$17,500.00. One is the equipment installed in the theatre by the producer. It was necessary that this be installed as permanent installations. There is labour etc., which comes into it. The one figure I had in mind of \$129,000.00 is what it would cost to complete this whole show.

Mr. Livesey: A permanent installation in the building, that now comes under the property of the Department of Northern Affairs.

Mr. Minter: There have been several items which have had to be purchased for the theatre, permanent in nature, which would be required by any theatre. Then there are mirrors and tables to equip the theatre for use as a theatre and these may be recoverable costs if they are present.

Commissioner Cameron: If I might say one more thing, I agree 100% in the principle of the motion. I would like to ask for a 10 minute recess, so that I may discuss it with the Legal Advisor, so that we will have no foul up with it.

Committee agreed to a recess.

Mr. McKinnon the Chairman, called Committee to order.

Mr. McKinnon: We were discussing this resolution before, so are there any other questions or comments on the resolution?

Commissioner Cameron: I have no other comments Mr. Chairman.

Mr. Watt: Is this \$62,500.00 sufficient to see this Festival through to conclusion, or as the Commissioner stated, might we need \$129,000.00 ?

Mr. Nielsen: I think it is safe to say that \$62,500.00 is not sufficient to carry all the Festival activities through, but the \$15,000.00 added is sufficient to carry the play through.

Mr. McKinnon: How I see this resolution it is that these payments are to be paid with the sanction of the Committee on Finance. This, in essence, says if we see it running over this amount, then the show goes at that time.

Mr. Livesey: The intention of the resolution is to keep this situation thoroughly in order and by keeping it in line, it keeps it on the show "Foxy". This is what the resolution is about. It is quite clear and I think if it is read through, I think it is the show "Foxy" which is mentioned here. Anyone can understand what the situation is. For instance, on paragraph 1, "that payments made by Administration shall cover only the deficits of the show known as "Foxy". Further on you will also see under Clause 7 that "the total payments to cover the deficit of the operations of the show known as "Foxy" shall be only the sum in total of \$62,500.00 and no more! This is exactly what is stated.

Mr. Shaw: I agree that the resolution is for a specific amount and for a specific purpose.

Mr. Watt: On paragraph 9, "that all such payments be recoverable from the Federal Government" The telegram says subject to Territorial guarantee. Does this mean that we are paying this money?

Mr. Nielsen: This telegram cannot be read out of text. It must be read through. That means that the Federal Government is guaranteeing any advance which the Territorial Government may make for the Festival play up to \$62,500.00. It must be read as a whole.

Mr. Watt: Is there any guarantee that this will not be taken off of any fund we get from the Federal Government to maintain and operate the Territory?

Mr. Nielsen: Government sources are set that you cannot specifically say that if the \$62,500.00 is granted or a million dollars to construct another project may not go, because the overall budget of the Territory must be looked at as a whole. I can only say there is no thought on the minds of the people in the Treasury Board that they are going to slice somewhere in order to make up the \$62,500.00.

Mr. Watt: I think if we vote this we are going to slice off \$62,500.00 worth of construction which we need to operate the Territory and we have no assurance from Ottawa that this is not so. If Ottawa really wanted to add this for the show, they

could do it through a third man, as they did before. I firmly believe this is going through the Territorial Council because it is going to come off our annual grant.

Mr. MacKenzie: Our annual grant is a fixed sum. We are going to get that. Nothing will change it. The same with capital projects, we are going to get it fixed, it will not be reduced at all.

Mr. Watt: Will we get that \$150,000.00 in addition to the \$62,500.00? Will we get these two extra sums?

Mr. MacKenzie: The guarantee from Ottawa is for \$75,000.00 plus this one for \$62,500.00. These amounts we will get in addition also, to next year's capital project loans. You have no worries on the point whatever, in mind at all.

Mr. Taylor: Mr. Chairman, in deliberating the situation as it exists at present and considering the question from the Member from Whitehorse West, I made a rough calculation here that we have appropriated \$150,000.00. We are asked now to appropriate \$62,500.00 which gives us a total of \$212,500.00 which the Council of the Yukon Territory is asked to produce to this thing. From this I find that two items of this expenditure are covered by the Treasury Board guarantees. These are the sum of \$75,000.00, and the sum of \$62,500.00. This leaves us in the position that of this \$212,500.00 that we supposedly commit here, \$135,000.00 is to be repaid by the Federal Government. I question this quite strongly. Yesterday this was subject to parliamentary approval and the only assurance I have that this has gone through is the remark given by the Member that such an item has never been refused. This means that the Territory, as I see it, is committed to \$75,000.00 which is the responsibility of the Yukon tax payer. Further, this is my understanding of the situation. \$14,000.00 has been accrued from the ticket sales to the stage production "Foxy". It is estimated that a basic minimum of tickets in the next two weeks will be \$10,000.00. We have reduced the figure of \$75,000.00 to a figure of \$51,000.00. We are left with this figure of \$51,000.00. I certainly can see that through taxation and through all the indirect means of revenue, we can see our way clear. This is the situation. I might ask a question of Mr. MacKenzie. What would it cost us to shut this show down at the present time?

Mr. MacKenzie: It has been estimated at very approximately \$60,000.00.

Mr. Nielsen: It would cost the Festival Foundation Mr. Taylor, yes. The question what would it cost us, right now this is the Festival Foundation cost.

Mr. MacKenzie: The breakdown of that figure is \$10,500.00 for three broken contracts, \$5,500.00 for permanent installations in the theatre, \$6,000.00 for office fees, four weeks at \$1,000.00 a week for Mr. Darch, four weeks at \$100.00 for Miss Hyatt, a payroll of \$850.00, and the balance of \$45,000.00 loaned against which, no more ticket sales from "Foxy" would be received. There are legal fees, possible law suits against people and winding up expenses. It is really impossible to tell, but this amounts to about \$60,000.00.

Mr. Boyd: When these players are through in Dawson City, how do they get back home? Is it their own expense or are we up against another charge?

Mr. Minter: They get back at the producer's expense, the same way they got up here.

Mr. Boyd: We are not obliged to pay anyone's way back. Am I right there?

Mr. Minter: As far as I know you are correct. We do not have to pay any fare back to their home State.

Mr. Watt: I do not think the tax payers in the Yukon have a contract for any of these players and the items mentioned to figure out the termination of the play "Foxy". At this time we have no moral or legal responsibility. It is the Federal Government that has this and possibly they have no legal responsibility either. The situation has not changed other than we have been brainwashed.

Mr. Taylor: I might say the member from Whitehorse west is quite correct and in asking about the cost of closing down of this production, I did wrongly say what would it cost us. I refer to the Dawson City Festival Foundation.

Mr. McKinnon: Mr. Watt claims we have no moral responsibility whatsoever, to the closing of this play. This was true at one time. There have been charges and countercharges about who is responsible for this fiasco in the first place. You could just put in your thumb and pull out a plum. When Council sat at their special session, we did involve ourselves and some of the tax payers in the process. Maybe you people who voted against this do not believe you share a responsibility, but I believe I share responsibility with anyone who has ever spent a cent in this production, but I feel a responsibility to the people in Whitehorse who invested in the Tent City and a responsibility to the people of Dawson who raised all this money and I do not know how so few people in that City could possibly raise that much money, but they did. Mr. Watt you have used this argument that we, the Territory, are going to lose some contract in the future because we vote this \$62,500.00. I say the reason why this was put to Council, was a matter of political expedience. The Members in Ottawa perhaps being a little more astute in political expedience than we are. They have to do it this way. They are giving it this way and I am glad to take it to pass to Dawson to keep this thing going. I believe we are in a better position to go and ask for something we did not expect from Ottawa in the future having saved the necks of some people.

Mr. Watt: In answer to our moral responsibility, I do believe that we have that, but our moral responsibility is not one tenth of one percent of the Federal Government's responsibility and they have passed this to our hands. They did not have to do this. They could have passed this money under the table as they did the \$55,000.00 in the last month or so. Any money is going to come out of our contracts.

Mr. McKinnon: I really cannot believe. I have sat with this Council now, I guess for a year and a half. They are always saying we want more responsibility. We want Ottawa to tell us everything they do. We do not want any funny business any longer. All of a sudden they go through the proper channels. This is the way it should be done, through Territorial Council. If they put \$62,500.00 in any program in the Territory without going through Council you would hear screams from everyone around this table. They have given us this responsibility. They say here, either accept it or reject it. I am willing to accept this responsibility in order to keep the show going. It was originally not going through proper channels. Originally the gun being placed at our heads might have been

rather awful. All in all I think the methods have not been that underhanded and I am willing to go along with this.

Mr. Boyd: We have proved it is going to cost us more to close the show down than to keep it going. It is as simple as that and I suggest we go ahead with the motion.

Mr. Livesey: I would like to say one thing about the Politicians in Ottawa being more astute than the Territorial Council. I cannot go along with that. They were not astute enough to get their seats back. What the Member from Whitehorse West has been talking about you could say is conjecture. What he says has possibilities. It does not mean to say it is going to follow this particular path, but it could, being somewhat astute, they might have this in mind. There is nothing here to say they will do it. We are talking about something that is a possibility, but you cannot refer to it as anything that is a fact, so I do not think it is relative at the moment and I would heartily agree with the Member from Whitehorse East that this come to a vote.

Mr. McKinnon: At coffee time I was thinking on the resolution, paragraph number 6, "that the operation of the "Boiler Room" on the berthed river ship known by the name of "Keno" shall cease or such operation be turned over to other persons and be operated as a private business enterprise." In my mind it is not flexible enough. I would suggest there is another alternative. This would possibly be that the Financial Advisory Committee discuss the possibility of it being run as it is only some concession be given over to the bar operators in the town.

Mr. Livesey: The intention is there. The Government is in competition with private enterprise. You either believe in private free enterprise or you do not and the Government as you can see is encroaching on our belief in this system where every man is free to take any enterprise he chooses. When the Government does something contrary to this belief, it is high time we told them it was contrary because if you get too much competition of that nature then you have no more free enterprise. It should be pointed out to the Government that private enterprise should be running this or we should close it down. However, if the business men in Dawson feel that they cannot run this themselves and they can definitely show it is workable on that basis the intention of the resolution is that it should continue, but it should not continue as a Government operation.

Mr. Nielsen: I think it should be made clear that the Keno is the property of the National Historical Sights and the Government has leased the "Keno" to the Dawson Festival Foundation and it is being run by the Dawson Festival Foundation and the profit accruing to the Dawson Festival Foundation should then turn it over into a trust fund which is run by the Territorial Government and is assisting in paying for the motion which the Territorial Tax Payer is paying. Some difficulty has been created by the local operators. The people of Dawson thought you could authorize someone to negotiate some sort of compromise between the people in Dawson and the Foundation, thus allowing the Foundation to continue the operation rather than as you have the resolution now. One other thing is that the National Historical Sights Board would not lease this to any other people than the Dawson Festival Foundation, being a non profit organization.

Mr. Watt: I would like to ask Mr. Shaw how this affects the business in Dawson City?

Mr. Shaw: I would like to propose and ask the indulgence of Committee that I meet with the bar operators and have a discussion with them relative to the operation of the "Keno". I would take full minutes of the meeting and a copy of the agreement, if any agreement can be reached, and forthwith send them to the Financial Advisory Committee for their approval or otherwise. To immediately close that down would not be the catastrophe that closing down "Foxy" would be, but this has been known as the "Boiler Room". Everyone wants to make one trip to the "Boiler Room" and hear the piano player. If it would please the Members of Committee for me to meet with these particular persons and for our common good to reach an agreement that I can forward to you for your sanction, I would be very happy to do this rather than to just immediately close it down, because this resolution does immediately close it down.

Mr. Watt: Are we also in the hotel business through the "Keno"? They are giving money to the Foundation. Do they rent rooms out too?

Mr. Shaw: That is correct. As it happens some of the players are in there who belong to the play. It is more or less on a novelty basis. They realize it is an attraction. It is one of the drawing cards. On the way this evolved, I might go into this matter and give you a clear picture. When this matter first came up, I know the Administration were not in agreement with this bar. However, the contract had been made with Mr. Darch and Miss Hyatt and Miss Hyatt insisted that we go on with the contract or she would raise what you raise when you raise a lot of trouble. So we were forced into this position and we went ahead. The results have been far beyond our expectations because that is almost as much of a drawing card as the play. To close this down would detract. If there is discussion, I would like to bring these people together and make a full report to you. I am going back tonight. I could have the first meeting tomorrow and inform you by airmail, but if you keep so that nothing is stopped, I think the operators would come to some agreement.

Mr. Watt: I might say this is the only part of the whole resolution I agree with, getting out of this business. I hope Mr. Shaw can come to some agreement.

Mr. Livesey: It is not my position to be arbitrary about this thing. I think the Government should keep out of private enterprise. However, the Member from Dawson has made a suggestion and he represents that area and in view of this I would be quite amenable to awaiting his report to see what he can do to effect a scheme which might fit into the resolution.

Mr. McKimmon: I believe we will need a motion that clause no. 6 of the resolution be held in abeyance.

Moved by Mr. Boyd that clause number 6 be held in abeyance subject to Mr. Shaw's further report to the Financial Advisory Committee.

Mr. Taylor: Is it not proper in such situations to appoint the Member as a Committee of one. Could this not be included in the motion.

Mr. Boyd: I will include that point - that Mr. Shaw be appointed as a Committee of one to confer with the operators of the Cocktail Lounges in Dawson City for the purpose of reaching some agreement

with them in the operation of the "Keno" and such reports be forwarded to the Financial Advisory Committee.

Mr. Boyd moved, seconded by Mr. Taylor, that Mr. Shaw be appointed as a Committee of one to negotiate with the Cocktail Lounge operators of Dawson in order to reach some agreement with them concerning the operation of the "Keno", such report to be forwarded to the Financial Advisory Committee for agreement.

Motion Carried.

Moved by Mr. Shaw, seconded by Mr. Boyd, that clause 8 of the resolution be changed from August 17th to read August 18th.

Mr. Watt: Would this affect materially the finances of the show. We would not have to pay another week of the show.

Mr. Nielsen: The Treasury Board does refer to August 17th, but that is a mistake on my part. The calculations are based on a week which ends with the 18th. There is no real difference financially.

Motion Carried.

Moved by Mr. Taylor, seconded by Mr. Shaw, that the amended resolution be accepted by Committee.

Motion Carried with Mr. Watt opposed.

Moved by Mr. Taylor that Mr. Speaker do now resume the Chair to hear the report of Committees.

Mr. Livesey: Before we get a seconder, there is a point I would like to raise and that is the question of the resolution that you have agreed to. This will involve certain agreement with regard to the possibility of the Administration agreeing with the resolution and I would like to suggest Mr. Chairman, that before this Council concludes, that the Financial Advisory Committee meet with Administration to iron out any possible difficulties they may see with respect to the terms and contents of the resolution, with regard to the actual operation of it, not with the academic features involved but simply in connection with the operation.

Mr. McKinnon: Commissioner Cameron, would there be any possibility of a meeting for this?

Commissioner Cameron: We can meet right after this meeting in my office.

Mr. Shaw seconded the motion that Mr. Speaker now resume the Chair to hear the report of the Committee.

Motion Carried.

When Mr. Speaker resumed the Chair, Mr. McKinnon, Chairman of Committee reported: Council resolved into Committee of the Whole at 2:45 P.M. to discuss Mr. Livesey's proposed resolution with Mr. Riezebos, Mr. Minter, Mr. MacKenzie and Mr. Nielsen in attendance. It was moved by Mr. Shaw, seconded by Mr. Taylor, that clause number 1 of the resolution be changed to read "That payments to be made by the Administration shall cover only the deficit of the operation of the show known as "Foxy" exclusive of all other commitments. Motion was carried. It was moved by Mr. Boyd, seconded by Mr. Taylor, that Mr. Shaw be appointed as a committee of one to meet with the Cocktail Lounge operators of Dawson in order to reach some agreement with them concerning the operation of the "Keno", such report to be forwarded to the Financial Advisory Committee for agreement. Motion was carried.

It was moved by Mr. Shaw, seconded by Mr. Boyd, that clause 8 of the resolution be changed from August 17th to read August 18th. Carried. It was moved by Mr. Taylor, seconded by Mr. Shaw that the amended resolution be accepted. Motion was carried. Mr. Watt wished to go on record as opposed to the resolution.

Council accepted the report of the Committee.

Mr. Speaker: There is one question I would like to direct to the Legal Advisor. That is the necessity of a Bill covering the money we have discussed only through the motion of a resolution. Is there any necessity for us to pass a new Bill?

Mr. Hughes: It is necessary to formally pass a Bill. It will require a Bill, otherwise there is no appropriation.

Mr. Taylor: I would suggest that the question be put to the Administration as to whether or not it is their desire to submit to Council at this time a Bill.

Mr. Hughes: There is a message from Commissioner Cameron presenting the Bill.

Mr. Speaker: You see before you a copy of a new Bill presented to you and as you know the Bills are the method of due authorization for money expenditures that we take during the deliberations of the House. I would suggest that you proceed as you did yesterday and I think that we should have the proper motion covering the waiving of the rules of the House, so that everything is in order and we may proceed with the first second and third reading and discussion in Committee if that is your intention.

Mr. Shaw: As a point of procedure could we introduce this in the normal meeting in which we could include the motion as set forth by the Committee.

Mr. Livesey: May I suggest Mr. Shaw that first the House propose a motion dispensing with the rules of the House which call for twenty four hours notice of intention and then you give first and second reading and then you proceed in Committee in the usual way and then it comes to the House in the usual way.

Moved by Mr. Shaw, seconded by Mr. Boyd, that Council leave in abeyance the restrictive rule of introducing and taking passage of a Bill and proceed in a like manner as we did at the third session of Council to accept the Bill.

Motion Carried.

Moved by Mr. Shaw, seconded by Mr. Taylor, for leave to introduce Bill No. 1, "An Ordinance for Granting to the Commissioner Certain Additional Sums of Money to Defray the Expenses of the Public Service of the Territory".

Introducing  
Bill  
No. 1.

Motion Carried.

Moved by Mr. Boyd, seconded by Mr. Shaw, that Bill No. 1, be given first reading.

First  
and  
Second  
Reading  
Bill  
No. 1.

Motion Carried.

Moved by Mr. Boyd, seconded by Mr. Shaw, that Bill No. 1, be given second reading.

Motion Carried.

Moved by Mr. Taylor, seconded by Mr. Shaw, that Mr. Speaker do now leave the Chair and Council resolve itself into Committee of the Whole for the purpose of discussing Bill No. 1.

Motion Carried.

In Committee of the Whole:

Mr. Livesey: I believe an amendment should be made to the Bill about here and in the matter immediately following Municipal and Area Development Administration, rather than for Dawson Festival Grant. I think it should be specifically named as continuance of the show "Foxy" as the resolution passed today was agreed to.

Moved by Mr. Livesey, seconded by Mr. Shaw, that under Schedule A, expenditure for Municipal and Area Development Administration, the Dawson Festival Grant be amended to read Grant for the Continuation of the show "Foxy" and under Schedule B, under Municipal and Area Development Administration, Dawson Festival Grant be amended to Grant for the Continuation of the show "Foxy".

Motion Carried.

Mr. Watt wished to be recorded as opposed.

Mr. McKinnon: Is there any further discussion on the Bill?

Mr. Watt: As far as I am concerned this is exactly the same Bill we had yesterday which died in Committee and I fail to see why we changed our minds so drastically for the same Bill.

Mr. Shaw: I would move that this Bill be accepted with the amendments we have made and with the report of the Committee in relation to the resolution submitted by Councillor Livesey.

Mr. McKinnon: I believe Mr. Shaw that the resolution that was before the House and seconded by Mr. Boyd, has passed this House and the only Bill we are dealing with is the Bill before us.

Mr. Livesey: I believe the intent of Mr. Shaw is to add the resolution to the Bill and if he wishes to, add it to the Bill and make that motion in Committee.

Mr. Shaw: I did not mean to insist on this. I just thought if we had it in one package instead of spread around here and there it would help.

Moved by Mr. Shaw, seconded by Mr. Livesey, that the amended Bill, along with the resolution of Committee be accepted.

Mr. Taylor: Can we have a motion before the House that we accept this Bill and its amendments and attachments and at this time I would like to say that for quite some time in the last two days I have felt like an "on-again off-again Corrigan". The decisions we reached have not been easy. When the first special session arose, I voted in favour of supporting the Dawson Festival on the basis that I had a great deal of faith in it and at the time I felt that the financial picture answered the questions. This, of course, has been disproven and also remembering that the Federal Government did in fact have a gun at our heads. Yesterday, we gathered more facts which put a different light on the situation and I voted against this Bill. That is, I voted against the expenditure of further Territorial funds for the Dawson Festival, fully believing that the Federal Government would pick up their obligations and would not let the Festival die. Through this Council I had brought to me a number of facts which I had not known, which placed me as a member of Council in a very undesirable position along with other members. Since our deliberations yesterday, we have learned there will be very tight control of this money and the purchase order system will be in effect. I think if the Federal Government did not live up to

that responsibility, I felt as a Yukoner, I was obligated to see this thing through here today. During the deliberations we have received many telegrams. I looked at these telegrams for facts and I got information which hit well home with me, one wire saying failure of the Yukon Council to support the Dawson City Festival Foundation very regrettable. Yukon Order of Pioneers feel they have been sold down the river. I took this telegram aside and found that everything it said is quite true. Dropping this Festival at this time would be costing someone in the Yukon Territory \$60,000.00. By carrying on this Festival for a few weeks we would indeed be recovering some of our losses and the picture is not as blue as I formerly thought it would be. It gives me great pride and I hope to see Council vote this Bill for the continuation of the Dawson Festival.

Motion Carried.

Mr. Watt wished to be recorded as opposed to the Bill.

Mr. Livesey: I would like to point out, so that there is no error or misjudgment. I did not have time to read the telegram from the Yukon Order of Pioneers, there was too much work to do to read any telegram. The question in trying to find a solution to this political football and I can assure you it is not the football players who are going to find the solution this is what we are going to have to face. What we faced yesterday was impossible. We tossed it to one side, but still the aftermath of cutting the thing completely off was bothering the Members. It was easy to see no one could accept what we were given. We must have some control over the thing. I do not think the people of Canada expect us to accept this. I think we have made an honest effort to control this today.

Moved by Mr. Shaw, seconded by Mr. Taylor, that Mr. Speaker now resume the Chair to hear the report of Committee.

Motion Carried.

When Mr. Speaker resumed the Chair, Mr. McKinnon, Chairman of Committee reported as follows:

Council resolved itself into Committee of the Whole at 5:15 P.M. to discuss Bill No. 1. It was moved by Mr. Livesey, seconded by Mr. Shaw, that under Schedule A, Expenditure under Municipal and Area Development Administration, that Dawson Festival Grant be amended to read "Grant for Continuation of the Show "Foxy" and under Schedule B, Recoverable expenditure Municipal and Area Development Administration be amended to read "Grant for Continuation of the show "Foxy". The motion was carried and Mr. Watt wished to be recorded as opposed. It was moved by Mr. Shaw, seconded by Mr. Livesey, that the amended Bill No. 1, along with the resolution of Committee be accepted. Motion was carried with Mr. Watt objecting and wished to be recorded.

Council accepted the report of the Committee.

Moved by Mr. Taylor, seconded by Mr. Shaw, that Bill No. 1, "An Ordinance for Granting to the Commissioner Certain Additional Sums of Money to Defray the Expenses of the Public Service of the Territory," as amended, be given first reading.

First Reading As Amended

Motion Carried.

Moved by Mr. Taylor, seconded by Mr. Shaw, that Bill No. 1 as amended by given second reading,

Second Reading.

Motion Carried.

Moved by Mr. Shaw, seconded by Mr. Boyd, that Bill No. 1, An Ordinance for Granting to the Commissioner Certain Additional Sums of Money to Defray the Expenses of the Public Service of the Territory, be given THIRD reading.

Third  
Reading  
Bill  
No. 1.

Motion Carried

Mr. Watt objected and wished to be recorded.

Mr. Shaw: I wish to thank you, the Members of this House for your assistance in the matter of this Bill in so far as it directly affects my particular area and also a great deal of the Yukon. I might add while I am on my feet that you really made me work hard for it.

Mr. Watt: The people of the Yukon Territory are going to be working hard for this one.

Mr. Taylor: In view of the information I have gathered in the past twelve or fourteen hours, it appears that the people of the Yukon and the Administration will benefit greatly by the passing of this Bill.

Moved by Mr. Taylor, seconded by Mr. McKimmon that Council take the necessary steps for prorogation.

Motion Carried.

Mr. Speaker: Mr. Commissioner, the Council of the Yukon Territory has, at its present sitting thereof, passed a Bill to which, in the name and on the behalf of the said Council, I respectfully request your assent.

Mr. Taylor, Clerk of the Council: The Bill requiring assent is:

Bill No. 1, "An Ordinance for Granting to the Commissioner Certain Additional Sums of Money to Defray the Expenses of the Public Service of the Territory."

Commissioner Cameron: Mr. Speaker, Members of Council, once again you have reached the end of your deliberations and I would like to thank you for the effort you have put into this. I would like to say, regard to the efforts you have put in and the resolution, you certainly have the regards of the Administration and we will do everything in our power to see that your resolution is carried out. I hereby assent to the Bill.

Mr. Speaker: I would like to thank the Commissioner for his closing address and wish you all the very best of health and I hope that we will not be called quite so soon for another special session and that we will all meet again in the fall for our regular session of Council. Thank you.

Mr. Taylor, Clerk of the Council: It is the Commissioner's will and pleasure that this Council be now prorogued and this Council is accordingly prorogued.

Council prorogued at 5:40 P.M. Tuesday, July 24th, 1962.

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SESSIONAL PAPER No. 1 - (1962 - Fourth Session).

RESOLUTION (as read - see Sessional Paper No. 2 for Amendments to this)

Moved by: Mr. Livesey.

Seconded by: Mr. Boyd.

Be it resolved that in the opinion of Council, in view of the circumstances created by those persons connected with the financial operation of the Dawson City Festival being other than Members of the Council of the Yukon Territory, and being fully cognizant of the necessity for the Council now to take control of the situation, and

Whereas it was found necessary at a special meeting of the Council on Monday, July 23rd, to completely divorce the Council from any further blanket commitments in view of the possibility of further and added commitments over which the Council had no control, and

Whereas Council now goes on record and does hereby deplore all actions taken which have created the financial obligations now in existence in order to complete the arrangements to continue the operation of the play known as "Foxy" until its closing date.

This Council now makes the following recommendations as a possible solution to the existing uncompromising situation:

1. That payments to be made by the Administration shall cover only the deficit of the show known as "Foxy" exclusive of all other commitments.
2. That such payments shall be made on a weekly basis and shall require, each week, before payment is made, the sanction of the Financial Advisory Committee of the Council.
3. That no sanction shall be given by the Advisory Committee on Finance unless a full accounting of the requirements are tendered each week prior to any request for payment.
4. That all questions raised by the Financial Advisory Committee in connection with each weekly payment shall receive immediate attention and be answered to the satisfaction of the members of such committee.
5. That it shall be understood that the Financial Advisory Committee is in full control of all payments covering each weekly deficit payment and where a difference of opinion arises in committee the rules and constitution of the committee shall apply in full.
6. That forthwith the operation of the "Boiler Room" on the berthed river ship known by the name of "Keno" shall cease or such operation be turned over to other persons and be operated as a private business enterprise.
7. That the total payments to cover the deficit of the operations of the show known as "Foxy" shall be only the sum in total of \$62,500.00 and no more.
8. That any and all payments shall only include the operation of "Foxy" until August 17th, 1962.
9. That all such payments shall be recoverable from the Federal Government.

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SESSIONAL PAPER No. 2 - (1962 Fourth Session)

AMENDMENTS TO RESOLUTION:

- (1) Moved by Mr. Shaw, seconded by Mr. Taylor that Clause 1 of the resolution be changed to read "that payments to be made by the Administration shall cover only the deficit of the operation of the show known as "Foxy" exclusive of all other commitments."
- (2) Clause no. 6: Moved by Mr. Boyd, seconded by Mr. Taylor, "That Mr. Shaw be appointed as a committee of one to meet with

the Cocktail Lounge operators of Dawson in order to reach some agreement with them concerning the operation of the "Keno", such report to be forwarded to the Financial Advisory Committee for agreement."

- (3) Moved by Mr. Shaw, seconded by Mr. Boyd, that clause 8 of the resolution be changed from August 17th to read August 18th.

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SESSIONAL PAPER No. 3 - (1962 Fourth Session)

TELEGRAM:

TO: COMMISSIONER G.R. CAMERON  
WHITEHORSE, Y.T.

JULY 19th P.M. 1:41  
OTTAWA, Ont.

THIS WILL CONFIRM TREASURY BOARD APPROVAL OF GUARANTEE BY FEDERAL GOVERNMENT TO TERRITORIAL GOVERNMENT OF SIXTY TWO THOUSAND FIVE HUNDRED DOLLARS TO CONTINUE PERFORMANCES OF FESTIVAL PLAY TO AUGUST 17th SUBJECT TO TERRITORIAL GOVERNMENT GUARANTEE STOP THIS REQUIRES APPROVAL OF TERRITORIAL COUNCIL

(SIGNED) WALTER DINSDALE,  
MINISTER,  
NORTHERN AFFAIRS AND  
NATIONAL RESOURCES

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