

4. Increases have been made in the excise taxes on alcoholic liquors, tobacco, tea, coffee, and soft drinks.

The changes may be summarized as follows:

	<u>Unit Taxed</u>	<u>Former Rate</u>	<u>Increased Rate</u>
Domestic liquors	gallon	\$ 4.00	\$ 7.00
Imported liquors	gallon	5.00	8.00
Malt	pound	.06	.10
Wines	gallon	.075	.15
Champagne and sparkling wines	gallon	.75	1.50
Cigarettes	thousand	4.00	5.00
Manufactured tobacco	pound	.20	.25
Coffee	pound	none	.10
Tea	pound	.04	.05*
Carbonic acid gas	pound	none	.02

The basis of the existing Canadian sales tax has been broadened by removing the exemption of domestically consumed gas and electricity, salted meats, and canned fish.

*Increased rates for varieties of higher value.