not copied Canadian Bigh Commission Hant Commissariat du Canada Macdonald House 1 Grosvenor Square London, WIX OAB June 25, 1990 Dear Mr. Powell, Current events in Canada have, understandably, generated considerable discussion and public comment. I thought you might find the attached background information of use. Yours sincerely, G. Lavertu Deputy High Commissioner Mr. Charles D. Powell Private Secretary to the Prime Minister Overseas Affairs Prime Minister's Office 10 Downing Street London SW1A 2AA

UNCLASSIFIED PRESS LINES ON MEECH LAKE On June 22, the Manitoba and Newfoundland legislatures adjourned without voting on the Meech Lake accord, which, since its signing in April 1987, had been ratified by Parliament and eight Provinces representing 94 percent of the population. This brings to a close the constitutional round that began in 1986. Canada's constitutional evolution has been marked by periods of concern about the country's future. This is inherent in the diverse nature of the Canadian federation. But the record shows that in the face of such concern, Canadians have been able to bridge their differences and find the necessary solutions. The Government of Canada will promote the unity of the country very vigorously. It intends to launch a series of national policy initiatives that will help enhance national unity and respond to the economic and social needs of all Canadians. A strong economy based on the objective of regional equity will foster a commitment to a united Canada. The Government of Canada will remain dedicated to the policies of sound economic growth it has pursued since 1984.

- It will continue to work to reduce inflation.
- It will hold to its program of fiscal consolidation.
- It will continue to pursue its program of structural reforms to build a more efficient and competitive economy.

On economic policy, as in other areas, the Government of Canada will continue to collaborate with all provincial Governments for the benefit of Canadians in all parts of the country.

Now is not the time to launch a new constitutional initiative; before we try again we will have to assess the way we go about constitutional reform in Canada.

RECEIVED

'SC JUN 25 -5 114

COLUMNIA TEST STORY

TO/A ALL MISSIONS/TOUTES LES MISSIONS

DELIVER BY 2508000

---MEECH LAKE ACCORD: STATEMENT BY FINANCE MINISTER MICHAEL WILSON/

L ACCORD DU LAC MEECH: RAPPORT PAR MINISTRE DES FINANCES MICHAEL WILSON

THE FOLLOWING PRESS RELEASE ISSUED 24JUN BY FIN DEPT CONTAINS FIN

MINISTER WILSON S VIEWS ON THE MEECH LAKE ACCORD. MISSIONS ARE

ENCOURAGED TO USE THE CONTENTS OF THE PRESS RELEASE, ALONG WITH MEDIA

LINES TELEXED BARLIER, IN THEIR CONTACTS WITH LOCAL MEDIA, GOVERNMENT AND

BUSINESS LEADERS. IN THE EVENT OF QUESTIONING ON HIGHLY TECHNICAL OR

SENSITIVE MATTERS NOT COVERED IN THE WILSON RELEASE OR IN THE LINES,

QUESTIONERS SHOULD BE REFERRED TO THE FOLLOWING OFFICIALS AT DEPT

OF FINANCE:

MICHEL CARON, ASSOCIATE DEPUTY MINISTER 992-0910/992-0910; NICK LEPAN, ADM, 992-6843/992-6843.

.../2

FOLLOWING FOR USE BY MISSIONS IS THE TEXT OF THE PRESS RELFASE CONTAINING MR WILSON S STATEMENT.

2.QUOTE:STATEMENT BY THE MINISTER OF FINANCE ON THE MEECH LAKE ACCORD
THE MINISTER OF FINANCE. THE HON MICHAEL WILSON, EXPRESSED HIS
DISAPPOINTMENT THAT THE MEECH LAKE CONSTITUTIONAL REFORM PROPOSAL
HAS FAILED. WHILE THIS IS REGRETTABLE, THE FAILURE TO RATIFY THE ACCORD
AS THE PRIME MINISTER NOTED, WAS NOT THE FAILURE OF CDA. INDEED, WHILE
UNANIMITY WAS REQUIRED. THE MEECE LAKE ACCORD HAD BEEN APPROVED BY THE

PAGE TWO BCB0209

PEDERAL PARLIAMENT AND EIGHT OF CDAS 10 PROVINCIAL LEGISLATURES.
REPRESENTING 94 PER CENT OF THE CDN POPULATION.

3.AS THE PM NOTED, BEFORE ANY NEW CONSTITUTIONAL INIATIVE IS LAUNCHED,
THE PROCESS TO ACHIEVE CONSTITUTIONAL RENEWAL IN CDA WILL HAVE TO BE
RE-ASSESSED. IN THIS REGARD MIN WILSON NOTED THAT THE RECORD SHOWS THAT,
IN THE PAST, CDNS HAVE BEEN ABLE TO BRIDGE THEIR DIFFERENCES AND FIND
THE NECESSARY SOLUTIONS.

4. FINANCE MIN WILSON ALSO EMPHASIZED THE IMPORTANCE OF BALANCING ANY UNCERTAINTY FROM THE LACK OF PROGRESS AT CONSTITUTIONAL RENEWAL WITH A CLEAR APPRECIATION OF THE MANY POSITIVE ELEMENTS IN THE ECONOMIC STRUCTURE AND PERFORMANCE OF THE CDN ECONOMY AND THE SOUND ECONOMIC POLICIES THE GOVT IS PURSUING.

5. THE GOVT OF CDA REMAINS DEDICATED TO THE POLICIES OF SOUND ECONOMIC MANAGEMENT IT HAS PURSUED SINCE 1994:

- -IT WILL CONTINUE TO WORK TO REDUCE INFLATION AND IMPORVE CDAS COMPETITIVENESS.
- -IT WILL HOLD TO ITS PROGRAM OF FISCAL CONSOLIDATION.
- -IT WILL CONTINUE TO PURSUE ITS PROGRAM OF STRUCTURAL REFORM TO BUILD A MORE EFFICIENT AND COMPETITIVE ECONOMY.
- S.MR WILSON NOTED THAT THE SOUND ECONOMIC FUNDAMENTALS IN CDA SHOULD BE KEPT IN SIGHT.CDA HAS RICH ECONOMIC POTENTIAL.BASED UPON IMPRESSIVE PHYSICAL AND HUMAN RESOURCES:

.../3

PAGE THREE BCB2209

-ITS 26 MILLION PEOPLE HAVE BUILT THE WORLDS FIGHTH LARGEST INDUSTRIAL ECONOMY. AND HAVE ACHIEVED ONE OF THE HIGHEST STANDARDS OF LIVING IN THE WORLD.

-SINCE 1984, CDA HAS BEN ONE OF THE FASTEST GROVING ECONOMIRS: OUTPUT HAS EXPANDED AT AN ANNUAL PACE OF 3.7 PER CENT AND EMPLOYMENT HAS GROWN AT A 2.7 PER CENT ANNUAL RATE.

-INVESTMENT, AS A SHARE OF THE ECONOMY (GDP), IS THE HIGHEST IN OUR HISTORY, AND CDA HAS EXPERIENCED AN UNPARALLELED INVESTMENT BOOM OVER THE PAST FOUR YEARS.

-THE BATE OF GROWTH OF THE CONSUMER PRICE INDEX HAS BEEN REDUCED FROM APEAK NEAR 5 PER CENT IN 1989 TO 4.5 IN MAY OF THIS YEAR, ALTHOUGH UNDERLYING UNIT LABOUR COST PRESSURES HAVE YET TO SHOW A SIMILAR DECLINE.GOVT POLICY WILL BY TO CONTINUE TO REDUCE INFLATIONARY PRESSURES IN ORDER TO ENHANCE CDAS COMPETITIVENESS.

7.MIN WILSON STRESSED THAT THE GOVT OF CDAS PROGRAM OF FISCAL
CONSOLIDATION IS WORKING AND WILL BE CONTINUED IN THE FISCAL YEAR
JUST ENDED, 1989-90, THE PUBLIC ACCOUNTS DEFICIT WAS 29.5 BILLION DLRS,
1 BILLION DLRS LESS THAN WAS FORECAST IN THE FEB 1990 BUDGET. THIS WAS
THE FOURTH YEAR IN A ROW THAT WE CAME IN UNDER OUR PROJECTION.
-THE GOVTS FINANCIAL REQUIREMENTS WERE 3.1 PER CENT OF GDP IN 1989-90;
AS A PROPORTION OF GDP, THEY HAVE BEEN MORE THAN HALVED SINCE 1984-85,
AND THE GOVERNMENT S MEDIUM TERM FISCAL PLAN CALLS FOR A SURPLUS BY

.../4

PAGE FOUR BCB0209

-GROWTH IN GOVERNMENT SPENDING ON ALL PROGRAMS HAS BEEN HELD TO 3.6

PER CENT ON AVERAGE OVER THE LAST FIVE YEARS, LESS THAN THE INFLATION

RATE; IT WILL RISE BY ONLY 3 PER CENT IN 1990-91 AND THIS RESTRAINT ON

SPENDING WILL BE MAINTAINED IN FUTURE TEARS.

-GROWTH IN THE PUBLIC DEBT HAS BEEN BROUGHT ROUGHLY IN LINE WITH THE GROWTH IN THE ECONOMY, AND A SIGNIFICANT REDUCTION IN THE GOVERNMENT DEBT-TO-GDP RATIO IS CALLED FOR OVER THE NEXT FIVE YEARS IN THE GOVERNMENT S PISCAL PLAN.

8.MR WILSON ALSO EMPHASIZED THE GOVERNMENT S COMMITMENT TO STRUCTURAL REFORM, AND THE SIGNIFICANT PROGRESS THAT HAS BEEN ACHIEVED SINCE 1984.MAJOR ECONOMIC REFORMS THAT ARE ALREADY IN PLACE, OR ARE BEING IMPLEMENTED, INCLUDE: THE CANADA-US FREE TRADE AGREEMENT; INCOME TAX REFORM; PRIVATIZATION OF MORE THAN 28 GOVERNMENT CORPORATIONS OR AGENCIES; DEREGULATION OF THE ENERGY AND TRANSPORTATION SECTORS; SALES TAX REFORM, AND LABOUR MARKET REFORM (THE LABOUR FORCE DEVELOPMENT STRATEGY). THESE POLICIES ARE ESTIMATED TO RAISE CANADA S GROWTH POTENTIAL IN THE FIRST HALF OF THE 1990S FROM ABOUT 2 3/4 PERCENT TO ALMOST 3 1/2 PER CENT.

9.IN CONCLUDING, MR WILSON STATED THAT THE GOVERNMENT HAS MADE CLEAR AND SUBSTANTIAL PROGRESS IN PURSING ITS ECONOMIC POLICIES OF FISCAL CONSOLIDATION, INFLATION REDUCTION AND STRUCTURAL REFORM SINCE 1984, AND AND THE COMMITMENT TO THESE POLICIES REMAINS UNALTERED.

.../5

PAGE FIVE BCB0209

FUTURE PROGRESS WILL FURTHER ENHANCE CANADA S COMPETITIVENESS AND GROWTH POTENTIAL.UNQUOTE./

Fuldlia PRESS RELEASE BY THE MINISTER OF FINANCE ON THE MEECH LAKE ACCORD The Minister of Finance, the Honourable Michael Wilson, expressed his disappointment that the Meech Lake constitutional reform proposal has failed. While this is regrettable, the failure to ratify the Accord, as the Prime Minister noted, was not the failure of Canada. Indeed, while unanimity was required, it is important to note that the Meech Lake Accord had been approved by the federal Parliament and eight of Canada's ten provincial legislatures, representing 94% of the Canadian population. As the Prime Minister noted, before any new constitutional initiative is launched, the process to achieve constitutional renewal in Canada will have to be reassessed. In this regard, Mr. Wilson noted that the record shows that, in the past, Canadians have been able to bridge their differences and find the necessary solutions. Finance Minister Wilson also emphasized the importance of balancing any uncertainty resulting from the lack of progress at constitutional renewal with a clear appreciation on the many positive elements in the economic structure and performance of the Canadian economy and the sound economic policies the government is pursuing. The Government of Canada remains dedicated to the policies of sound economic management it has pursued since 1984: It will continue to work to reduce inflation and improve Canada's competitiveness. It will hold to its program of fiscal consolidation. It will continue to pursue its program of structural reform to build a more efficient and competitive economy. Mr. Wilson noted that the sound economic fundamentals in Canada should be kept in sight. Canada has rich economic potential, based upon impressive physical and human resources: its 26 million people have built the world's 8th largest industrial economy, and have achieved one of the highest standards of living in the world. \$ince 1984, Canada has been one of the tastest growing economies: output has expanded at an annual pace of 3.7% and employment has grown at a 2.7% annual rate.

Investment, as a share of the economy (GDP), is the highest in our history, and Canada has experienced an unparalleled investment boom over the past four years. The rate of growth of the Consumer Price Index (CPI) has been reduced from a peak of near 6% in 1989 to 4.5% in May of this year although underlying unit labour cost pressures have yet to show a similar decline. Government policy will be to continue to reduce inflationary pressures in order to enhance Canada's competitiveness. Minister Wilson stressed that the Government of Canada's program of fiscal consolidation is working and will be continued: In the fiscal year just ended, 1989-90, the public accounts deficit was \$29.5 billion, \$1 billion less than was forecast in the February 1990 budget --- the fourth year in a row we came in under our projection. The government's financial requirements were 3.1% of GDP in 1989-90; as a proportion of GDP, they have been more than halved since 1984-85 and the government's medium-term fiscal plan calls for a surplus by 1994-95. Growth in government spending on all programs has been held to 3.6% on average over the last 5 years, less than the inflation rate, and it will rise by only 3% in 1990-91; this restraint on spending will be maintained in future years. Growth in public debt has been brought roughly in line with the growth in the economy, and a significant reduction in the government debt-to-GDP ratio is called for over the next five years in the government's fiscal plan. Mr. Wilson also emphasized the government's commitment to structural reform, and the significant progress that has been achieved since 1984. Major economic reforms that are already in place, or are being implemented, include: the Canada-U.S. Free Trade Agreement; income tax reform, privatization of more than 20 government corporations or agencies; deregulation of the energy and transportation sectors; sales tax reform and labour market reform (the Labour Force Development Strategy). These policies are estimated to raise Canada's growth potential in the first half of the 1990's from about 2 3/4% to almost 3 1/2%. In concluding, Mr. Wilson stated that the government has made clear and substantial progress in pursuing its economic policies of fiscal consolidation, inflation reduction and structural reform since 1984, and the commitment to these policies remains unaltered. Future progress will further enhance Canada's competitiveness and growth potential.

RECEIVED

DISTR OP :: A13 007

'90 JUN 24 11:36

1515,84193.5

UNCLASSIFIED NONCLASSIFIE

FM/DE EXTOTT BFE1244 23JUN90

TO/A SPEECH ADDRESSEES/DESTINATAIRES DE DISCOURS

--- NOTES FOR AN ADDRESS BY PM TO THE NATION/NOTES POUR UNE

ADRESSE A LA NATION

NOTES FOR AN ADDRESS TO THE NATION BY PRIME MINISTER BRIAN

MULRONEY OTTAWA JUNE 23. 1990

CHECK AGAINST DELIVERY

OUOTE ON JUNE 9, HERE IN OTTAWA. THE 12 PROVINCIAL PREMIERS AND I REACHED AN AGREEMENT ON MAKING THE MEECH LAKE ACCORD PART OF CANADAS CONSTITUTION. ALL OF US AGREED TO IMPROVE MEECH LAKE IN RESPONSE TO CONCERNS THAT HAD BEEN EXPRESSED OVER THE PAST THREE YEARS BY WOMEN, NORTHERNERS, MINORITY LANGUAGE GROUPS AND ABORIGINAL CANADIANS.

THE PREMIERS OF NEW BRUNSWICK, MANITOBA AND MEWPOUNDLAND AGREED TO USE EVERY POSSIBLE EFFORT TO ARRIVE AT A DECISION ON THE MEECH LAKE ACCORD BY JUNE 23. ON JUNE 15, THE NEW BRUNSWICK LEGISLATURE PASSED THE ACCORD UNANIMOUSLY. AND IN THE TWO WEEKS SINCE JUNE 9, MANITOBA TRIED TO OVERCOME PROCEDURAL OBSTACLES AND ADOPT THE ACCORD. THE THREE MANIFOBA PARTY LEADERS SPOKE IN FAVOUR OF THE AGREEMENT. FITH MORE TIME, THERE APPEARED TO BE EVERY PROSPECT THAT THE ACCORD FOULD BE PASSED.

PAGF TWO BFE1244 UNCLAS

BOWEVER. TES

- THAT THE ACCORD WOULD BE RATIFIED WAS DASHED WPEN THE HOUSE OF ASSEMBLY OF NEWFOUNDLAND AND LABRADOR ADJOURNED WITHOUT A VOTE. THIS ACTION MEANS THAT THE CURRENT ROUND OF CONSTITUTIONAL REFORM HAS COME TO AN END.
- TODAY, WE MUST GUARD AGAINST TWO DANGERS. FIRST, TO DESPAIR THAT ANYTHING CAN PE DONE AND, SECOND. TO DELUDE OURS ELVES THAT NOTHING HAS HAPPENED.
- IN SAYING YES TO CANADA IN THE 1990 REFERENCEM,

 QUEBECERS WERE PROMISED A RENEWED FEDERALISM. BUT THE

 CONSTITUTION ACT OF 1982 WAS NOT ACCEPTED BY QUEBEC BECAUSE IT

 DID NOT RESPOND TO THE EXPECTATIONS RAISED IN 1990. IN

 PARTICULAR, IT DID NOT RECONCILE THE NED TO PRESERVE THE

 DISTINCTIVENESS THAT QUEBEC BRINGS TO CANADA WITH THE NEED TO

 PRESERVE THE EQUALITY OF ALL PROVINCES AND ALL CANADIANS.
- THE MEECH LAKE ACCORD WAS DESIGNED TO BRIDGE THOSE REALIFIES. I BELIEVE SINCERELY THAT IT WAS IN THE INTEREST OF ALL CANADIANS THAT IT BE RATIFIED. BUT THE OUTCOME IS CLEAR; WE HAVE FALLEN SHORT OF THE UNANIMOUS CONSENT REQUIRED AND THE ACCORD HAS NOT PASSED.
- 7. IT IS IMPORTANT THAT CANADIANS UNDERSTAND WEY THIS HAS HAPPENED. THE ACCORD, WHICH WAS DRAFTED TO ACHIEVE UNITY,

. . . 3

.PAGE THREE BFF1244 UNCLAS

BECAME OVER 3 YEARS A LIGHTNING ROD FOR DISCONTENT ABOUT PUDGETS, INTEREST RATES, FREE TRADE AND TAKES. IT ATTRACTED ACCUSATIONS OF FAVOURITISM AND SENTIMENTS OF REJECTION AND STIMULATED REGIONAL RIVALRIES AND LINGUISTIC PENSIONS.

- B. MUCH OF THE DISCONTENT OF CANADIANS FOUND EXPRESSION IN HOSTILITY TO THE MEECH LAKE ACCORD. ITS ORIGINAL PURPOSE.

 AS AGREED TO BY THE PREMIERS IN EDMONTON IN 1986 WAS ONLY TO BRING QUEEC BACK INTO THE CONSTITUTIONAL FAMILY. BUT THE ACCORD CAME TO BE EXPECTED TO RESPOND TO ALL THE CONSTITUTIONAL PREOCCUPATIONS OF THE COUNTRY.
- THAT WE DID NOT SUCCEED IS. AT LEAST PARTLY, ALSO THE FAILURE OF THE CONSTITUTIONAL AMENDING PROCEDURES. UNDER THE 1982 PROCEDURES, THE PREMIERS AND I VERE REQUIRED TO RE-OPEN NEGOTIATIONS AND REPRODUCE UNANIMITY EVERY TIME A NEW PROVINCIAL LEADER WAS ELECTED WHO CHOSE NOT TO HONOUR THE UNDERTAKING OF HIS PREDECESSOR. OR, IN THE CASE OF NEWFOUNDLAND, WHEN A NEW PREMIER WAS ELECTED WHO CHOSE TO RESCIND THE APPROVAL OF THE PREVIOUS LEGISLATURE.
- BUT, WE HAD CREATED AN HISTORIC CONSENSUS AROUND THE ACCORD AND, BY PERSEVERING CAME VERY CLOSE TO MAINTAINING IT.

 IT WAS ENDORSED BY 10 PROVINCIAL PREMIERS REPRESENTING 4

 DIFFERENT POLITICAL PARTIES. IT WAS APPROVED BY SIGHT

PAGE FOUR BFE1244 UNCLAS

PROVINCIAL LEGISLATURES REPRESENTING 94 PERCENT OF THE POPULATION -- AND THE THREE POLITICAL LEADERS OF THE 9TH PROVINCE HAD PUBLICLY COMMITTED THEMSELVES TO PASSING IT. IT WAS PASSED BY THE HOUSE OF COMMONS ON TWO. SEPARATE OCCASIONS, BY OVERWHELMING MAJORITIES.

- DESPITE ALL THIS EFFORT, WE HAVE MISSED AN OPPORTUNITY TO TURN THE PAGE AND TO START A NEW CHAPTER OF CONSTITUTIONAL DEVELOPMENT. WHILE THE WORLD GRARS UP FOR THE 21ST CENTURY, WE HAVE FAILED TO RESOLVE A DEBATE THAT PREDATES CONFEDERATION ITSELF. THAT IS WHY I AM SO DEEPLY DISAPPOINTED THAT THIS ATTEMPT AT CONSTITUTIONAL REPORM HAS FAILED.
- TO OUR FRIENDS AND PARTNERS ABROAD, I URGE THAT THIS SITUATION BE VEPT IN PERSPECTIVE. CANADIANS HAVE ALWAYS OVERCOME CHALLENGES TO OUR UNITY AND WE SHALL DO SO AGAIN.

 WITH A POPULATION THAT TOTALS ONLY 25 MILLION. WE HAVE BUILT THE EIGHTH MOST POWERFUL ECONOMY IN THE WORLD, WITH ONE OF THE HIGHEST STANDARDS OF LIVING AND ONE OF THE BEST QUALITIES OF LIFE. IT WOULD BE UNWISE FOR ANYONE TO UNDERESTIMATE THIS INDUSTRIOUS AND RESOURCE-RICH NATION OF HARD-WORKING AND PRODUCTIVE PEOPLE.
- MOST EXCITING AND PROMISING OF ANY COUNTRY IN THE WORLD. THE

- - . 5

PAGE FIVE BFE 1244 UNCLAS
GOVERNMENT WILL CONTINUE TO PURSUE POLICIES DESIGNED TO FULFIL
THAT PROMISE.

- AM THAT QUEBEC HAS NOT, AT THIS TIME BEEN ABLE TO REJOIN THE CONSTITUTIONAL FAMILY WITH QUOTE HONOUR AND ENTHUSIASM UNQUOTE. PUT QUEBEC EMERGED FROM THESE NEGOTIATIONS WITH ITS DIGNITY AND ITS PRINCIPLES INTACT. QUEBEC WAS NEVER ISOLATED AND, IN FACT, WAS A MEMBER OF THE MAJORITY THROUGHOUT. QUEBECS CONCERNS AS ELOQUENTLY STATED BY PREMIER BOURASSA, WERE SUPPORTED TIME AND TIME AGAIN BY ENGLISH-SPEAKING PREMIERS WHOSE SENSITIVITY WAS ALWAYS IN EVIDENCE.
- 5. FOR SEVEN LONG DAYS, 10 PROVINCIAL PREMIERS AND I STRUGGLED TO FIND THE BASIS OF REINTEGRATING QUEBEC INTO THE CANADIAN CONSTITUTIONAL FAMILY. HOWEVER, WE WERE NOT SUCCESSFUL AND THERE ARE POTENTIALLY SIGNIFICANT IMPLICATIONS FOR CANADA -- BECAUSE ACTIONS DO HAVE CONSEQUENCES.
- DEMONSTRATED THAT CANADA HAS CHANGED PROFOUNDLY... AND ITS
 OUTCOME SIGNALS AN ERA OF FURTHER CHANGE. TODAY IS NOT THE DAY
 TO LAUNCH NEW CONSTITUTIONAL INITIATIVES. IT IS A TIME TO MEND
 DIVISIONS, AND HEAL WOUNDS AND REACH OUT TO FELLOW CANADIANS.
 THERE IS MUCH TO REFLECT ON BEFORE WE TRY AGAIN TO AMEND THE

PAGE SIX BFE 1244 UNCLAS

CONSTITUTION. ONE THING IS VERY CLEAR; WE SIMPLY MUST FIND A BETTER WAY TO DO IT. IN THE COMING MONTHS AND TEARS. WE MUST FIND A WAY TO RECONCILE THE NEED FOR PUBLIC PARTICIPATION AND OPEN DEMOCRATIC PROCESS WITH THE LEGAL REQUIREMENTS NOW IN THE CONSTITUTION.

THE SETBACK CANADIANS HAVE SUFFERED TODAY. BUT THERE IS NO DISHONOUR IN HAVING TRIED TO OVERCOME A SERIOUS THREAT TO DUR UNITY. NO ACHIEVEMENT IS POSSIBLE WITHOUT GREAT EFFORT. SUCH EFFORT ALWAYS CARRIES WITH IT THE RISK OF PAILURE. BUT I WOULD RATHER HAVE FAILED TRYING TO ADVANCE THE CAUSE OF CANADAS UNITY THAN TO HAVE SIMPLY PLAYED IT SAFE, DONE NOTHING OR CRIFICIZED FROM THE SIDELINES. TO GOVERN IS TO CHOOSE. TO LEAD IS TO RUN THE RISK OF FAILURE. WE DID NOT SUCCEED BUT THE FAILURE TO RATIFY THE ACCORD WAS NOT THE FAILURE OF CANADA.

NOT A GOVERNMENT OF QUITTERS. WE WILL ALL BE BACK AT WORK NEXT WEEK. WE WILL IMPLEMENT AN AGENDA OF NATIONAL POLICY INITIATIVES TO RESPOND TO THE ECONOMIC AND SOCIAL PRIORITIES OF CANADIANS. WE WILL INITIATE PROGRAMS TO BRING CANADIANS TOGETHER AND BRIDGE THE SOLITUPES IN WHICE SO "ANY ENGLISH AND FRENCH-SPEAKING CANADIANS STILL LIVE.

PAGE SEVEN BFE1244 UNCLAS

THERE IS MORE TO THIS COUNTRY THAN CONSTITUTIONAL

PAPERS; CANADA IS MORE -- MUCH MORE -- THAN DRY PARCHMENT LYING

IN A DRAWER IN THE NATIONAL ARCHIVES. CANADA IS OUR

INHERITANCE PROM OUR PARENTS AND OUR LEGACY TO OUR CHILDREN.

CANADA IS ADMIRED AND RESPECTED AROUND THE WORLD. I AM NOT

PREPARED TO GIVE UP ON ALL OF THAT -- OR ANY OF THAT.

20. DESPITE THIS SETBACK, DESPITE THIS GREAT

DISAPPOINTMENT, THE IDEA OF A TRULT UNITED, GENEROUS AND

TOLERANT CANADA ENDURES. AND WILL, FYENTUALLY, PREVAIL. THANK

TOU AND GOOD AFTERNOON.UNQUOTE.

A VERIFIER AU MOMENT DE L ALLOCUTION

PROVINCIAUX ET MOI NOUS ETIONS ENTENDUS POUR QUE L'ACCORD DU
LAC MEECH DEVIENNE UNE PARTIE DE LA CONSTITUTION DU CANADA.

NOUS AVIONS TOUS CONVENU DE L'AMELIORER DE MANIERE A REPONDRE

AUX PREOCCUPATIONS EXPRIMEES AU COURS DES TROIS DERNIERES

ANNEES PAR LES PEMMES, LES CITOTENS DU NORD, L'S GROUPES

MINORITAIRES DE LANGUE OFFICIELLE ET LES AUTOCHTONES. LES

PREMIERS MINISTRES DU NOUVEAU-BRUNSVICK. DU MANITOBA ET DE

TERRE-NEUVE AVAIENT CONVENU DE TOUT METTRE EN OEUVRE AFIN QU

UNE DECISION SUR L'ACCORD DU LAC MEECH PUISSE ETRE PRISE AVANT

L'ECHEANCE DU 23 JUIN.

PAGE FUIT BFE1244 UNCLAS

- BRUNSWICK A ADOPTE L ACCORD UNANIMEMENT. ET AU COURS DES DEUX
 SEMAINES ECOULTES DEPUIS LE 9 JUIN LE MANITOBA À ESSAYE DE
 SURMONTER DES OBSTACLES DE PROCEDURE POUR L ADOPTER. LES CHEFS
 DES TROIS PARTIS POLITIQUES DU MANITOPA ONT PARLE EN FAVEUR DE
 L ACCORD. LES CHANCES QU'IL SOIT ADOPTE SEMBLAIENT TRES BONNES
 POURVU QUE L'ASSEMPLEE LEGISLATIVE MANITOBAINE DISPOSE DE PLUS
 DE TEMPS. MAIS, HIER SOIR. L'ODENNIER ESPOIR QU'E L'ACCORD
 PUISSE ETRE RATIFIE À ETE ANEANTI QUAND L'ASSEMBLEE LEGISLATIVE
 DE TERRE-NEUVE ET DU LAPRADOR À AJOURNE SANS TENIR DE VOTE.
 CETTE ACTION SIGNIFIE LA FIN DE CETTE RONDE DE REFORME
 CONSTITUTIONNELLE.
- DANGERS: CELUI D ABANDONNER TOUT ESPOIR ET CFLUI DE NOUS CREER L'ILLUSION QUE NOUS POUVONS CONTINUER COMME SI RIEN NE S'ETAIT PASSE. LES QUEBECOIS ONT DIT OUI AU CANADA LORS DU REFERENDUM DE 1980 PARCE QU'ON LEUR AVAIT PROMIS UN FEDERALISME RENOUVELE. MAIS LE QUEBEC N'A PAS ACCEPTE LA LOI CONSTITUTIONNELLE DE 1982 PARCE QU'ELLE NE REPONDAIT PAS AUX ATTENTES SOULEVEES EN 1930. EN PARTICULIER, ELLE NE CONCILIAIT PAS LE BESOIN DE PRESERVER LE CARACTERE DISTINCT QUE LE QUEBEC CONFERE AU CANADA AVEC LA NECESSITE DE MAINTENIR L'EGALITE DE TOUTES LES PROVINCES ET D?

PAGE NEUF BFE1244 NONCLAS

TOUS LES CITOYENS CANADIENS. L'ACCORD DU LAC MEECH AVAIT ETE
CONCU POUR CONCILIER CES REALITES. JE CROIS SINCEREMENT QUE SA
RATIFICATION AURAIT ETE DANS LE MEILLEUR INTERET DE TOUS LES
CANADIENS. MAIS LE RESULTAT EST EVIDENT : NOUS N AVONS PAS
OBTENU LE CONSENTEMENT UNANIME REQUIS ET L'ACCORD N A PAS
PASSE.

CANADIENS COMPRENNENT POURQUOI CELA S EST PRODUIT. L'ACCORD.

QUI VISAIT A PROMOUVOIR L'UNITE, EST DEVENU EN TROIS ANS. POUR

BEAUCOUP DE GENS. UN PRETEXTE POUR MANIFESTER LEUR

INSATISFACTION A L'EGARD DES BUDGETS. DES TAUX D'INTERET, DU

LIBRE-ECHANGE ET DES TAXES. IL A DONNE LIEU A DES ACCUSATIONS

DE FAVORITISME OU A DES SENTIMENTS DE REJET ET IL A ATTISE LES

RIVALITES REGIONALES ET LES TENSIONS LINGUISTIQUES. LEUR

HOSTILITE ENVERS L'ACCORD DU LAC MEECH A ETE POUR BIEN DES

CANADIENS UNE FACON D'EXPRIMER LEUR MECONTENTEMENT A L'EGARD

DES MESURES IMPOPULAIRES PRISES PAR LE GOUVERNEMENT.

25. L OBJET INITIAL DE L ACCORD, COMME EN AVAIENT
CONVENU LES PREMIERS MINISTRES PROVINCIAUX A EDMONTON EN 1986,
ETAIT LA REINTEGRATION DU QUEBEC DANS LA FAMILLE
CONSTITUTIONNELLE. MAIS ON EN EST VENU A ATTENDRE DE LUI QU IL
REPONDE A TOUTES LES PREOCCUPATIONS CONSTITUTIONNELLES DU PAYS.

PAGE DIX BFE1244 NONCLAS

MEGANISMES DE MODIFICATION DE LA CONSTITUTION. PAR SUITE DES PROCEDURES ETABLIES EN 1982. LES PREMIERS MINISTRES PROVINCIAUX ET MOI DEVIONS ROUVRIR LES NEGOCIATIONS ET RECREER L'UNANIMITE CHAQUE FOIS QU'ETAIT ELU DANS UNE PROVINCE UN PREMIER MINISTRE QUI CHOISISSAIT DE NE PAS HONORER L'ENGAGEMENT DE SON PREDECESSEUR. OU, COMME CE FUT LE DAS A TERRE NEUVE, QUAND ETAIT ELU UN PREMIER MINISTRE QUI CHOISISSAIT DE REVOQUER L'APPROBATION DONNEE PAR LA LEGISLATURE PRECEDENCE.

MAIS NOUS AVONS CREE UN CONSENSUS HISTORIQUE AUTOUR
DE L'ACCORD ET, A FORCE DE PERSEVERANCE. SOMMES VENUS BIEN PRES
DE LE MAINTENIR. L'ACCORD À ETE SIGNE PAR DIT PRÉMIERS
MINISTRES PROVINCIAUX REPRESENTANT QUATRE PARTIS POLITIQUES
DIFFERENTS. IL À ETE APPROUVE PAR LES ASSEMBLEES LEGISLATIVES
DE HUIT PROVINCES REPRESENTANT 94 PERCENT DE LA POPULATION DU
PAYS. ET LES TROIS LEADERS POLITIQUES DE LA NEUVIÈME PROVINCE S
ETAIENT PUBLIQUEMENT ENGAJES À LE FAIRE ADOPTER. IL À ETE
ADOPTE PAR LA CHAMBRE DES COMMUNES À DEUX OCCASIONS DISTINCTES.
CHAQUE FOIS PAR UNE TRES FORTE MAJORITE DES VOIX.

MALGRE TOUS CES EFFORTS, NOUS AVONS RATE UNE OCCASION DE TOURNER LA PAGE ET D OUVRIR UN NOUVE LU CHAPITRE DE NOTRE EVOLUTION CONSTITUTIONNELLE. AU MOMENT OU LE MONDE SE UUU/149 232234Z BFE1244

PAGE ONZE BFRE1244 NONCLAS

PREPARE A ENTRER DANS LE 21E SIECLE, NOUS N AVONS PAS SU CLORE UN DEBAT QUI REMONTE AVANT LA CONFEDERATION ELLE-MEME. C EST POURQUOI JE SUIS SI PROFONDEMENT DECU QUE CETTE TENTATIVE DE REFORME DE LA CONSTITUTION AIT ECHOUE.

28. JINVITE INSTAMMENT NOS AMIS ET PARTENAIRES DE L
ETRANGER A CONSIDERER LA SITUATION DANS SA JUSTE PERSPECTIVE.
NOUS, CANADIENS. AVONS TOUJOURS SURMONTE DANS LE PASSE LES
OBSTACLES A NOTRE UNITE. ET NOUS LE FERONS ENCORE. AVEC UNE
POPULATION D'A PEINE 26 MILLIONS, NOUS AVONS BATI UN PAIS DONT
L'ECONOMIE SE CLASSE AU HUITIEME RANG DES PLUS PUISSANTES DU
MONDE FT QUI JOUIT D'UN D'S PLUS HAUTS NIVEAUX ET D'UNE DES
MEILLEURES QUALITES DE VIE AU MONDE. IL SERAIT MAL AVISE POUR
QUICONQUE DE SOUS-ESTIMER LE POTENTIEL D'UN PAIS AUSSI
RICHEMENT POURVU DE RESSOURCES QUE LE NOTRE, ET DE SA
POPULATION, FORMEE DE TRAVAILLEURS PRODUCTIFS ET INDUSTRIEUX.
LES PERSPECTIVES ECONOMIQUES DU CANADA DEMEURERONT PARMI LES
PLUS INTERESSANTES ET LES PLUS PROMETTEUSES AU MONDE ET LE
GOUVERNEMENT VA CONTINUER D'APPLIQUER DES POLITIQUES DESTINEES
A REALISER TOUT CE POTENTIEL.

29. JE VEUX DIRE A MES CONCITOYENS DU QUEBEC A QUEL POINT JE SUIS DESOLE QUE LE QUEBEC N AIT PAS PU, CETTE FOIS-CI, REINTEGRER LA FAMILLE CONSTITUTIONNELLE DANS CIT L HONNEUR ET L

PAGE DOUZE BFE1244 NONCLAS

ENTHOUSIASME FINCIT. MAIS IL SORT DE CES NEGOCIATIONS EN ATANT GARDE SA DIGNITE INTACTE ET SANS AVOIR LE MOINTREMENT DEROJE A SES PRINCIPFS. LE QUEBEC N A JAMAIS ETE ISOLE; EN FAIT, IL A ETE PENDANT TOUT CE TEMPS UN MEMBRE DE LA MAJORITE. SES POSITIONS. EXPRIMEES ELOQUEMMENT PAR LE PREMIER MINISTRE BOURASSA, ONT MAINTES FOIS RECU L APPUI DE PREMIERS MINISTRES ANGLOPHONES QUI SE SONT TOUJOURS MONTRS SENSIPLES A SES PREOCCUPATIONS.

PENDANT SEPT LONGUES JOURNEES. LES DIX PREMIERS
MINISTRES PROVINCIAUX ET MOI NOUS SOMMES EFFORCES DE TROUVER
UNE FORMULE QUI PERMETTRAIT DE REINTEGRER LE QUEPEC DANS LA

PAMILLE CONSTITUTIONNELLE CANADIENNE. MAIS NOS EFFORTS ONF
ECHOUE ET CELA POURRAIT AVOIR DE SERIEUSES INCIDENCES POUR LE

CANADA, CAR TOUTE ACTION A DES CONSEQUENCES. LE DEBAT DES
TROIS DERNIERES ANNEES A DEMONTRE QUE LE CANADA A PROFONDEMENT
CHANGE ET NOUS ALLONS ENTAMER UNE ERE DE CHANGEMENTS ENCORE
PLUS PROFONDS. CE N EST PAS LE TEMPS MAINTENANT DE LANCER DE
NOUVELLES INITIATIVES CONSTITUTIONNELLES. C EST LE TEMPS DE
CONCILIER NOS DIFFERENDS, DE PANSER NOS PLAIES ET DE TENDRE LA
MAIN A NOS CONCITOYENS.

31. IL Y A BEAUCOUP DE CESSES AUXQUELLES IL NOUS FAUDRA REFLECHIR AVANT D ENTREPRENDRE A NOUVEAU DE MODIFIER LA

...13