

"Inspector" substituted, to make the subsection read:

Where it appears to an officer of the Royal Canadian Mounted Police not below the rank of Inspector . . .

and so on. Every inspector is a man of considerable experience, and would be just as capable as the average justice of the peace in deciding whether a case was one of great emergency or not. The reason I am suggesting the change is that time might be lost if an emergency should arise in a remote section of the country where it was not possible to get in touch with a superintendent on short notice.

Hon. Mr. DANDURAND: Before my honourable friend moves an amendment, I would draw his attention to the fact that this Bill comes from the Minister of Justice, whose department has jurisdiction over the Royal Canadian Mounted Police. It seems to me that the measure must have been very carefully considered by the Minister, and I doubt if it would be judicious to amend it at this stage.

Hon. Mr. GRIESBACH: I am not moving an amendment; I am just suggesting one. I quite realize that the Mounted Police are under the Department of Justice, but sometimes the Force does not care to ask for as much as it would like to have.

Section 11 was agreed to.

Sections 12, 13 and 14 were agreed to.

On section 15—repeal:

Hon. Mr. GRIESBACH: This section would repeal sections 85 and 86 of the Criminal Code. Can the honourable leader of the House (Hon. Mr. Dandurand) tell us what these sections are?

Hon. Mr. MARCOTTE: They cover some of the offences provided against in this Bill.

Hon. Mr. GRIESBACH: Very well.

Section 15 was agreed to.

The title was agreed to.

The Bill was reported without amendment.

THIRD READING

Hon. Mr. DANDURAND moved the third reading of the Bill.

The motion was agreed to, and the Bill was read the third time, and passed.

CANADIAN NATIONAL RAILWAYS FINANCING AND GUARANTEE BILL

SECOND READING

Hon. RAOUL DANDURAND moved the second reading of Bill 85, an Act to authorize the provision of moneys to meet certain capital expenditures made and capital indebtedness incurred by the Canadian National Railways System during the calendar year 1939, and to authorize the guarantee by His Majesty of certain securities to be issued by the Canadian National Railway Company.

He said: Honourable senators, the purpose of this Bill is to make provision, either by way of loan from the Dominion or by issue of securities by the company guaranteed by the Dominion, for the capital expenditures of the system and the retirement of miscellaneous maturing obligations.

The total amount to be provided is \$25,821,707, divided as follows:

General additions and betterments..	\$13,854,994
Less equipment retirements.. . . .	8,754,994
	\$ 5,100,000
New equipment purchases.. . . . .	9,129,000
Acquisition of securities.. . . . .	3,440,000
	\$17,669,000
Retirement of maturing obligations, including sinking fund and equip- ment principal payments.. . . .	8,152,707
	\$25,821,707

Yesterday my right honourable friend (Right Hon. Mr. Meighen) asked me if expenditures in relation to the Montreal terminal appeared in these figures. I may say that further details of these items will be found in the explanatory notes to the Bill, but I would direct his attention to the fact that the amount for "general additions and betterments" includes \$2,420,000 for the Montreal terminal development.

The total of \$25,821,707 might, by the issue of an unguaranteed equipment trust issue, be reduced to \$6,800,000 under section 30 of the Canadian National Railways Act. This section provides:

Where Parliament has authorized expenditures on equipment to the extent of 25 per cent of the cost of such equipment, the company may make or cause to be made one or more equipment issues for the remaining 75 per cent of such cost.

The following loans were made by the Government to the company under similar legislation:

1932.. . . . .	\$ 8,077,338 33
1933.. . . . .	8,228,101 10
1934.. . . . .	10,747,973 98
1935.. . . . .	7,293,065 84
1936.. . . . .	7,011,230 75
1937.. . . . .	11,035,032 61
1938.. . . . .	10,754,678 80