

Government, instead of being raised on the separate credit of each individual Municipality,—it is in effect enacted, that there shall be such Consolidated Municipal Loan Fund, to consist of all moneys which under the said Act or any other Act shall be directed to form part of the said Fund; and that such Fund shall be managed by the Receiver General, under the directions of the Governor in Council, and that the books and accounts thereof shall be kept in his office;—and further, that such Municipalities as aforesaid, may, in the manner and on the conditions provided by the said Act, borrow money on the credit of the said Fund, for the purposes in the said Acts mentioned,—and further, that it shall be lawful for the Receiver General to issue Debentures secured upon the said Fund, and to raise money upon them, and pay over such money to the Municipalities desirous of borrowing money upon the credit of the said Fund or to deliver such Debentures to the Treasurers of such Municipalities respectively, which Municipalities shall thereafter raise and pay over to the Receiver-General the sums necessary to pay the principal and interest of such Debentures in the manner set forth in the said Acts;—and further, that the said Debentures shall express upon their face that the Provincial Government undertakes to pay the principal sum mentioned thereon, and the interest thereon, out of the moneys forming part of the said Consolidated Municipal Loan Fund, and out of no other money or Funds whatsoever;—And whereas many Debentures (known as Municipal Loan Fund Debentures) have been issued by the Receiver General under said Act and are now outstanding, but their market value has been lowered and their negotiation rendered less easy by the terms and provisions of the Acts aforesaid,—it is therefore enacted, that it shall be lawful for the Governor in Council to authorize the Inspector General, from time to time, to sell Stock created under this Act, and with the proceeds thereof, to purchase Municipal Loan Fund Debentures issued or to be issued under the authority of the above recited Acts, such purchase to be made by tender under such conditions as may be determined by the Governor in Council, and of which due notice shall be given in the *Canada Gazette*: Provided that no such purchase shall in any way lessen or impair the obligation of any Municipality to pay the principal and interest of any Debt incurred under the said Acts, and the contribution to the Sinking Fund, constituted by the said Acts, to the Receiver General at the times and the manner therein prescribed, or shall impair or affect any remedy given by the said Act or any Act amending it for enforcing such payment.

Municipal Loan Fund Debentures may be exchanged for Stock by public tender.

Proviso: Liability of Municipalities not to be affected.