

securities to the credit of the Receiver General in some chartered bank or banks, as security for the completion of their contract.

3. *Resolved*, (1.) That a sum not exceeding ten thousand dollars per mile of the section or sub-section contracted for, shall be paid to the contractors as the work progresses, in monthly estimates made by the Engineers designated for the purpose by the Department of Public Works, such payments to be proportioned to the nature, character and cost of the works on the whole section or sub-section contracted for.

(2.) That it is expedient to provide,—That a guarantee of interest at the rate of four per cent. per annum for a term of twenty-five years, on a sum, to be stated in the contract for each mile of the section or sub-section contracted for, shall be given to the contractors, —the tenders for the work being required to state the lowest sum per mile for which such guarantee will be required.

(3.) That an extent of land, not exceeding twenty thousand acres for each mile of the section or sub-section contracted for, shall be appropriated for the construction of the said railway, in alternate sections of twenty square miles each, along the line of the said Railway or at a convenient distance therefrom, each section having a frontage of not less than three miles nor more than six miles on the line of the said railway, and that two-thirds of the quantity of land so appropriated shall be sold by the Government at such prices as may be from time to time agreed upon between the Governor in Council and the contractors, and the proceeds thereof accounted for and paid half-yearly to the contractors, free from any charge of administration or management; the remaining third to be conveyed to the contractors. The said lands to be of fair average quality, and not to include any land already granted or occupied under any patent, license of occupation or pre-emption right; and when a sufficient quantity cannot be found in the immediate vicinity of the Railway, then the same quantity, or as much as may be required to complete such quantity, shall be appropriated at such other places as may be determined by the Governor in Council.

(4.) That the said blocks of land to be appropriated as aforesaid shall be designated by the Governor in Council as soon as the line of Railway, or of any section or sub-section thereof, is finally located: Provided that the Governor in Council may further grant to the contractors the right of way through Government lands, as also any such lands required for stations or workshops, and generally all such lands as may be necessarily required for the purpose of constructing or working the said Railway.

(5.) That the cost of surveys and of locating the line of the several sections and sub-sections of the said Railway shall be part of the subsidy or consideration allowed to the contractors, or not, as may be determined by the Governor in Council, and agreed upon in the contract entered into with the contractors.

(6.) That each section or sub-section of the said Railway, as it is in whole or in part completed, shall be the property of the contractors for the same, and shall be worked by and for the advantage and benefit of such contractors under such regulations as may from time to time be made by the Governor in Council, as regards the rates chargeable for passengers and freight, the number and description of trains to be run, and the accommodation to be afforded for freight and passengers.

(7.) That all the provisions of the Railway Act of 1868, in so far as the provisions therein contained are applicable to the said Canadian Pacific Railway, or any section or sub-section thereof, and are not inconsistent or repugnant to the provisions of these Resolutions, shall apply to the contractors for any section or sub-section of the Railway, as to a Company formed for the construction thereof, subject to certain provisions and modifications to adapt the said provisions to the circumstances of the case.

4. *Resolved*, That it is expedient to provide,—That in every contract for the construction of the said Railway, or of any section or sub-section thereof, the Government of Canada shall reserve the right to purchase, under the authority of Parliament, the said Railway or such section or sub-section thereof, on payment of a sum not exceeding the actual cost of the said railway, section or sub-section, and ten per cent. in addition thereto; the subsidies in land and money granted or paid by the Government for the construction