

Conditions of application for loans: (See Record of Govt. vol III; see 6.6.3)

Municipality must satisfy Minister of Finance that proposed projects are self-liquidating;

Municipality must present certificate, approved by province, demonstrating urgent need and and that relief of unemployment locally will be assisted;

Project and loan application require approval of Lieutenant-Governor-in-Council of province in which municipality is situated;

Province so concerned must undertake to guarantee payment by municipality of principal and interest;

This Act provides means for undertaking much-needed municipal projects and improvements on terms more advantageous than any previously available;

To date, five provinces have undertaken to guarantee loans for important projects; the Government of Ontario, claiming "unfortunate experiences" in the past, has refused to guarantee loans under the Act.

W.L.M. King Papers, Memoranda and Notes, 1933-1939 (M.G. 26, J 4, volume 166, pages C118551-C119254)