

property and invested at interest, and all other casual and periodical incomings, including any donations or subscriptions touching which it shall not be otherwise ordered by the Donors, shall be deemed Income for the purposes of this Act, 5 and shall form the Income Fund, and may be expended for the purposes and under the authority thereof; but the purchase money of any such property sold, and the principal of any money invested shall be deemed permanent property, and shall not be expended or diminished in any way, but shall remain 10 as a Permanent Fund for the support of the said Institutions and the purposes of this Act.

LII. The income derived from property heretofore vested in the Corporation of Upper Canada College and Royal Grammar School, shall be applied to defray the current expenses of the 15 said Institution only, and shall form the Income Fund thereof, and shall be applied under the direction of the Governor in Council, to defray the current expenses of the said College and Grammar School and those to be incurred in the management of the endowment thereof, and the surplus, if any, after defray- 20 ing all charges thereon, shall form part of the Permanent Fund aforesaid and shall be invested in the manner hereinafter provided; and all monies forming part of the said Permanent Fund and arising from such surplus as aforesaid, or from property heretofore vested in the said Corporation, shall be permanently 25 appropriated to the support of the said Upper Canada College and Royal Grammar School.

LIII. Out of the remainder of the said Income Fund, after paying the charges of management as hereinafter mentioned, it shall be lawful for the Governor in Council to appropriate 30 yearly:

Such sum as shall be required to defray the current expenses of the said University of Toronto, including Scholarships, Exhibitions, Rewards and Prizes authorized by the 25th section of this Act, and to defray the current expenses of 35 University College; including in both cases the care, maintenance and ordinary repairs of the property assigned for the use of the said University or College, and with power to the Governor in Council to decide what shall be deemed ordinary repairs as distinguished from permanent improvements;

40 A sum to be divided among the several Colleges in Upper Canada, not exercising the power of granting Degrees except in Divinity, and affiliated to the said University and receiving pecuniary aid from the legislature for the same year, the sum awarded to each such College, being in propor- 45 tion to the amount of such aid received by it; Provided firstly, that the receipt of any portion of such sum by any College shall be held to imply an abandonment by such College of any clause in its charter providing for or authorizing any Religious