FIRST DIVISIONAL COURT.

JANUARY 24TH, 1916.

*COUNTY OF WENTWORTH v. HAMILTON RADIAL ELECTRIC R.W. CO. AND CITY OF HAMILTON.

Highway—Toll Road Acquired by County—By-law—Toll Roads Expropriation Act—County Road—Transfer of Portion to City—Powers of Ontario Railway and Municipal Board— Annexation of Part of Township to City—Contract—Mileage Rate.

Appeal by the defendants the Corporation of the City of Hamilton from the judgment of MEREDITH, C.J.C.P., 31 O.L.R. 659, 6 O.W.N. 685.

The appeal was heard by GARROW, MACLAREN, MAGEE, and HODGINS, JJ.A.

H. E. Rose, K.C., and F. R. Waddell, K.C., for the appellants.

D. L. McCarthy, K.C., for the defendant railway company.

G. Lynch-Staunton, K.C., and J. L. Counsell, for the plaintiffs, respondents.

GARROW, J.A., read a judgment in which he said that the judgment below rested upon the proposition that the Ontario Railway and Municipal Board had no authority to make an order transferring that portion of the county road in question which passed through the annexed territory from the county corporation to the city corporation. The portion of the order objected to as ultra vires was contained in the last two lines of clause 5, the whole clause being as follows: "5. The City of Hamilton shall pay to the Township of Barton on the 14th day of December, 1910, and thereafter annually during the currency of the good roads debentures issued by the County of Wentworth, the amount which would have been levied upon the said property to be annexed in respect of such debentures if the said lands had remained part of the township . . . and were assessed each year at the amount said lands were assessed for the year 1909, and a rate was struck each year at the same rate as fixed by the township council of Barton for the year 1909, and all former toll roads purchased by the said county in the annexed territory shall vest in the City of Hamilton." The time fixed by the order as that at which it should come into

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