

## Technical and Bibliographic Notes / Notes techniques et bibliographiques

The Institute has attempted to obtain the best original copy available for filming. Features of this copy which may be bibliographically unique, which may alter any of the images in the reproduction, or which may significantly change the usual method of filming are checked below.

- Coloured covers / Couverture de couleur
- Covers damaged / Couverture endommagée
- Covers restored and/or laminated / Couverture restaurée et/ou pelliculée
- Cover title missing / Le titre de couverture manque
- Coloured maps / Cartes géographiques en couleur
- Coloured ink (i.e. other than blue or black) / Encre de couleur (i.e. autre que bleue ou noire)
- Coloured plates and/or illustrations / Planches et/ou illustrations en couleur
- Bound with other material / Relié avec d'autres documents
- Only edition available / Seule édition disponible
- Tight binding may cause shadows or distortion along interior margin / La reliure serrée peut causer de l'ombre ou de la distorsion le long de la marge intérieure.
- Blank leaves added during restorations may appear within the text. Whenever possible, these have been omitted from filming / Il se peut que certaines pages blanches ajoutées lors d'une restauration apparaissent dans le texte, mais, lorsque cela était possible, ces pages n'ont pas été filmées.
- Additional comments / Commentaires supplémentaires: Cover title page is bound in as last page in book but filmed as first page on fiche.

L'Institut a microfilmé le meilleur exemplaire qu'il lui a été possible de se procurer. Les détails de cet exemplaire qui sont peut-être uniques du point de vue bibliographique, qui peuvent modifier une image reproduite, ou qui peuvent exiger une modification dans la méthode normale de filmage sont indiqués ci-dessous.

- Coloured pages / Pages de couleur
- Pages damaged / Pages endommagées
- Pages restored and/or laminated / Pages restaurées et/ou pelliculées
- Pages discoloured, stained or foxed / Pages décolorées, tachetées ou piquées
- Pages detached / Pages détachées
- Showthrough / Transparence
- Quality of print varies / Qualité inégale de l'impression
- Includes supplementary material / Comprend du matériel supplémentaire
- Pages wholly or partially obscured by errata slips, tissues, etc., have been refilmed to ensure the best possible image / Les pages totalement ou partiellement obscurcies par un feuillet d'errata, une pelure, etc., ont été filmées à nouveau de façon à obtenir la meilleure image possible.
- Opposing pages with varying colouration or discolourations are filmed twice to ensure the best possible image / Les pages s'opposant ayant des colorations variables ou des décolorations sont filmées deux fois afin d'obtenir la meilleure image possible.

This item is filmed at the reduction ratio checked below /  
Ce document est filmé au taux de réduction indiqué ci-dessous.

	10x		12x		14x		16x		18x		20x		22x		24x		26x		28x		30x		32x
																					<input checked="" type="checkbox"/>		

# Canada Loan Guarantee.

---

A

## B I L L

To authorise the Commissioners of Her Majesty's Treasury to guarantee the payment of a loan to be raised by the Government of Canada for the construction of public works in that country, and to repeal the Canada Defences Loan Act, 1870.

*(Prepared and brought in by  
Mr. Bonham-Carter, Mr. Knatchbull-Hugessen,  
and Mr. Baxter.)*

---

*Ordered, by The House of Commons, to be Printed,  
9 May 1873.*

---

[Bill 159.] +

*Under 1 oz.*



A

## B I L L

TO

Authorise the Commissioners of Her Majesty's Treasury A.D. 1873.  
to guarantee the payment of a loan to be raised by the  
Government of Canada for the construction of public works  
in that country, and to repeal the Canada Defences Loan  
Act, 1870.

**W**HEREAS one of the terms and conditions on which the colony  
of British Columbia was admitted into union with the  
Dominion of Canada, by an Order in Council of the sixteenth day of  
May one thousand eight hundred and seventy-one, was that the  
5 Government of the Dominion should secure the construction of a  
railway (in this Act referred to as the Pacific Railway) to connect  
the seaboard of British Columbia with the railway system of Canada,  
in manner more particularly mentioned in the schedules to such Order.

And whereas the Government of the Dominion of Canada propose  
10 to raise by way of loan for the purpose of the construction of the  
Pacific Railway, and also for the improvement and enlargement of the  
Canadian canals, a sum of money not exceeding eight million pounds :

And whereas by an Act of the Parliament of Canada of the  
year 1868, chapter forty-one, the Governor in Council was autho-  
15 rised to raise by way of loan upon the guarantee of the Com-  
missioners of Her Majesty's Treasury (in this Act referred to as  
"the Treasury"), for the purpose of the construction of the  
fortifications therein mentioned, sums not exceeding one million  
one hundred thousand pounds :

20 And whereas by the Canada Defences Loan Act, 1870, the Trea- 33 & 34 Vict.  
c. 82.  
sury were authorised to guarantee the payment of the principal of such  
loan and of interest thereon at a rate not exceeding four per cent. :

And whereas no portion of the last-mentioned loan has been  
raised, and no such guarantee has been given :

25 And whereas it is expedient to authorise the Treasury to guarantee  
a portion, not exceeding *two millions five hundred thousand pounds*,  
of such loan of eight million pounds for the above-mentioned

[Bill 159.] +

A.D. 1873. — purposes, and to guarantee a further portion of the said loan not exceeding *one million one hundred thousand pounds* in substitution for a guarantee of a loan under the Canada Defences Loan Act, 1870 :

Be it therefore enacted by the Queen's most Excellent Majesty, by and with the advice and consent of the Lords Spiritual and 5  
Temporal, and Commons, in this present Parliament assembled, and by the authority of the same, as follows :

Short title. 1. This Act may be cited as "The Canada (Public Works) Loan Act, 1873."

Power to Treasury to guarantee loan. 2. The Treasury may guarantee in such manner and form and on 10  
such conditions as they think fit the payment of the principal of and interest (at a rate not exceeding *four per cent.* per annum) on all or any part of any loan raised by the Government of Canada for the purpose of the construction of the Pacific Railway, and the improvement and enlargement of the Canadian canals, so that the 15  
total amount so guaranteed from time to time do not exceed *three million six hundred thousand pounds*.

Conditions of guarantee. 3. The Treasury shall not give any guarantee under this Act unless and until provision is made by an Act of the Parliament of Canada or otherwise to the satisfaction of the Treasury— 20

- (1.) For raising and appropriating the said proposed loan of *eight million pounds* :
- (2.) For charging the consolidated revenue fund of Canada with the payment of the principal and interest of any loan guaranteed by the Treasury under this Act immediately 25  
after the charge of the loan for fortifications created by the said Act of the Parliament of Canada of the year one thousand eight hundred and sixty-eight, chapter forty-one :
- (3.) For payment by the Government of Canada of a sinking fund at the rate of *one per cent.* per annum on the entire 30  
amount of the loan guaranteed by the Treasury under this Act, and for charging the consolidated revenue fund of Canada with the payment of such sinking fund immediately after the principal and interest of the last-mentioned loan : 35
- (4.) For charging the consolidated revenue fund of Canada with any sum issued out of the Consolidated Fund of the United Kingdom under this Act with interest thereon at the rate of *five per cent.* per annum, immediately after the said sinking fund : 40
- (5.) For the due payment and application of the money raised by any loan guaranteed by the Treasury under this Act in such manner as the Treasury from time to time direct :

A.D. 1873.

(6.) For remitting to the Treasury the annual sums for the sinking fund by equal half-yearly payments, in such manner as they from time to time direct, and for the investment and accumulation thereof under their direction in the names of four trustees nominated from time to time, two by the Treasury and two by the Government of Canada.

The Treasury may guarantee the loan in such portions as they think fit, and before guaranteeing any portion of the loan after the first, shall satisfy themselves that the portion of the loan previously guaranteed (or an equal amount of any other loan of the Government of Canada), together with an equal amount of that portion of the said loan of *eight million pounds* which is not guaranteed by the Treasury, has been or is in the course of being spent for the purposes mentioned in this Act.

4. The said sinking fund may be invested only in such securities as the Government of Canada and the Treasury from time to time agree upon, and shall whether invested or not be applied from time to time, under the direction of the Treasury, in discharging the principal of the loan guaranteed by the Treasury under this Act, and the interest arising from such securities (including the interest accruing in respect of any part of any loan discharged by means of the sinking fund), and the resulting income thereof shall be invested and applied as part of such sinking fund.

Application of sinking fund.

5. Every Act passed by the Parliament of Canada which in any way impairs the priority of the charge upon the consolidated revenue fund of Canada created by that Parliament of the loan guaranteed under this Act, and the interest and sinking fund thereof, and the sums paid out of the Consolidated Fund of the United Kingdom and the interest thereon, shall, so far only as it impairs such priority, be void, unless such Act has been reserved for the signification of Her Majesty's pleasure.

Alteration of Act relating to guaranteed loan.

6. The Treasury are hereby authorized to cause to be issued from time to time, out of the growing produce of the Consolidated Fund of the United Kingdom, such sums of money as may at any time be required to be paid to fulfil the guarantee under this Act in respect either of principal or interest.

Issue out of Consolidated Fund.

7. The Treasury may from time to time certify to one of Her Majesty's Principal Secretaries of State the amount which has been paid out of the Consolidated Fund of the United Kingdom to fulfil the guarantee under this Act, and the date of such payment; such certificate shall be communicated to the Governor of Canada, and shall be conclusive evidence of the amount having been so paid and of the time when the same was so paid.

Certificate of amount paid out of Consolidated Fund.

A.D. 1873.

—  
Accounts to  
be laid  
before Par-  
liament.

Repeal of  
33 & 34 Vict.  
c. 82.

8. The Treasury shall cause to be prepared and laid before both Houses of Parliament a statement of any guarantee given under this Act, and an account of all sums issued out of the Consolidated Fund of the United Kingdom for the purposes of this Act, within *one month* after the same are so given or issued, if Parliament be then sitting, or if Parliament be not sitting, then within *fourteen days* after the then next meeting of Parliament. 5

9. The Canada Defences Loan Act, 1870, is hereby repealed.